

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	51,466,700	65,406,000	62,116,500	55,217,600	56,469,500
Mandated Allotments	268,600				
Total General Fund	51,735,300	65,406,000	62,116,500	55,217,600	56,469,500
Restricted Agency Funds					
Balance Forward	48,823,000	41,360,000	35,186,000	41,360,000	35,400,500
Current Receipts	19,207,000	19,560,000	20,949,500	19,506,500	20,543,000
Non-Revenue Receipts	6,463,000	8,616,000	8,980,500	8,550,000	8,926,500
Total Restricted Agency Funds	74,493,000	69,536,000	65,116,000	69,416,500	64,870,000
Federal Funds					
Balance Forward	1,331,000				
Current Receipts	56,518,000	63,704,000	60,768,000	61,579,500	59,481,500
Non-Revenue Receipts	-65,500				
Revenue Redistribution	-1,480,000	62,000	104,500	133,000	181,000
Total Federal Funds	56,303,500	63,766,000	60,872,500	61,712,500	59,662,500
TOTAL FUNDS	182,531,800	198,708,000	188,105,000	186,346,600	181,002,000
EXPENDITURES BY CLASS					
Personnel Costs	84,958,500	93,796,000	97,825,000	88,478,400	92,201,500
Operating Expenses	15,379,200	17,588,000	16,291,000	15,750,200	15,609,500
Grants, Loans or Benefits	21,927,100	29,361,000	25,386,000	27,753,500	24,669,500
Debt Service		370,000	725,000	194,000	388,000
Capital Outlay	3,813,000	7,021,000	3,055,000	3,384,000	3,055,000
Construction	15,094,000	15,386,000	15,386,000	15,386,000	15,386,000
TOTAL EXPENDITURES	141,171,800	163,522,000	158,668,000	150,946,100	151,309,500
EXPENDITURES BY UNIT					
General Administration and Support	10,849,400	15,291,000	14,492,000	11,120,200	11,627,700
Natural Resources	19,125,900	26,012,000	22,505,000	21,643,700	21,347,300
Environmental Protection	53,993,500	63,562,500	61,746,500	60,574,700	59,711,300
Surface Mining Reclamation and Enforcement	31,577,800	32,228,500	33,197,000	31,523,700	32,372,600
Abandoned Mine Lands Reclamation Projects	22,456,000	22,456,000	22,456,000	22,456,000	22,456,000
Environmental Quality Commission	252,900	259,500	257,500	255,100	251,800
Kentucky State Nature Preserves Commission	1,390,200	1,655,500	1,544,000	1,502,700	1,423,800
Kentucky River Authority	1,526,100	2,057,000	2,470,000	1,870,000	2,119,000
TOTAL EXPENDITURES	141,171,800	163,522,000	158,668,000	150,946,100	151,309,500

The Natural Resources and Environmental Protection Cabinet is charged with broad responsibilities for the protection and preservation of land, air, and water resources.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
General Administration and Support

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,948,600	12,485,000	11,652,000	8,703,200	9,026,200
Reorganization Adjustment	122,800				
Total General Fund	<u>8,071,400</u>	<u>12,485,000</u>	<u>11,652,000</u>	<u>8,703,200</u>	<u>9,026,200</u>
Restricted Agency Funds					
Balance Forward	868,500	375,500	227,000	375,500	227,000
Current Receipts	5,000	4,500	4,000	4,500	4,000
Non-Revenue Receipts	222,500	209,000	214,500	199,000	204,500
Total Restricted Agency Funds	<u>1,096,000</u>	<u>589,000</u>	<u>445,500</u>	<u>579,000</u>	<u>435,500</u>
Federal Funds					
Balance Forward	78,500				
Current Receipts	2,096,000	2,557,000	2,508,500	2,178,000	2,280,000
Revenue Redistribution	-117,000	-113,000	-114,000	-113,000	-114,000
Total Federal Funds	<u>2,057,500</u>	<u>2,444,000</u>	<u>2,394,500</u>	<u>2,065,000</u>	<u>2,166,000</u>
TOTAL FUNDS	<u>11,224,900</u>	<u>15,518,000</u>	<u>14,492,000</u>	<u>11,347,200</u>	<u>11,627,700</u>
EXPENDITURES BY CLASS					
Personnel Costs	9,222,000	12,194,000	12,519,500	9,520,300	9,983,200
Operating Expenses	1,614,400	2,928,000	1,952,500	1,583,900	1,624,500
Capital Outlay	13,000	169,000	20,000	16,000	20,000
TOTAL EXPENDITURES	<u>10,849,400</u>	<u>15,291,000</u>	<u>14,492,000</u>	<u>11,120,200</u>	<u>11,627,700</u>
EXPENDITURES BY UNIT					
Office of the Secretary	1,241,900	2,633,500	1,702,000	1,345,800	1,420,000
Administrative Services	1,920,500	1,995,500	2,092,000	1,857,800	1,935,400
Administrative Hearings	781,500	809,500	852,000	800,200	838,200
Legal Services	5,502,500	5,727,000	6,008,500	5,628,700	5,894,700
Information Services	1,403,000	4,125,500	3,837,500	1,487,700	1,539,400
TOTAL EXPENDITURES	<u>10,849,400</u>	<u>15,291,000</u>	<u>14,492,000</u>	<u>11,120,200</u>	<u>11,627,700</u>

The General Administration and Support appropriation unit is responsible for providing the executive direction, leadership, and administrative support necessary in accomplishing the goals and missions of the Natural Resources and Environmental Protection Cabinet.

The Office of the Secretary formulates and executes Cabinet policies based on administration priorities, state and federal statutes and regulations, legislative initiatives, and the concerns of the general public. The budget preparation and oversight functions as well as the Ombudsman functions also reside here.

The Division of Administrative Services provides centralized support to the Cabinet in the areas of personnel management, accounting, grants administration, and property and facilities management; and is also responsible for coordinating the development and implementation of the Cabinet's public information and environmental education efforts.

The Office of Administrative Hearings conducts and coordinates administrative hearings and penalty assessment conferences related to the regulatory programs conducted by the Cabinet.

The Office of Legal Services provides both litigation and non-litigation services for the Cabinet.

The Office of Information Services provides centralized systems analysis and applications development, systems operation support, specialized electronic systems support, and computer training for the Cabinet.

Policy

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) provide authority for the Secretary of the Natural Resources and Environmental Protection Cabinet, upon reporting to the State Budget Director and the Interim Joint Committee on Appropriations and Revenue, to transfer funds and positions related to cost savings activities from the Department for Surface Mining Reclamation and Enforcement to the General Administration and Support budget unit for the purpose of cabinet-wide technology improvements.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Natural Resources

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	11,229,000	17,843,000	14,803,500	13,494,700	13,666,300
Reorganization Adjustment	-278,600				
Total General Fund	10,950,400	17,843,000	14,803,500	13,494,700	13,666,300
Restricted Agency Funds					
Balance Forward	2,674,500	1,663,500	851,500	1,663,500	851,500
Current Receipts	1,019,000	908,000	908,000	908,000	908,000
Non-Revenue Receipts	3,462,500	3,822,500	3,314,500	3,802,500	3,294,000
Total Restricted Agency Funds	7,156,000	6,394,000	5,074,000	6,374,000	5,053,500
Federal Funds					
Balance Forward	123,000				
Current Receipts	2,693,500	2,760,000	2,761,000	2,760,000	2,761,000
Revenue Redistribution	-133,500	-133,500	-133,500	-133,500	-133,500
Total Federal Funds	2,683,000	2,626,500	2,627,500	2,626,500	2,627,500
TOTAL FUNDS	20,789,400	26,863,500	22,505,000	22,495,200	21,347,300
EXPENDITURES BY CLASS					
Personnel Costs	10,125,000	11,340,000	11,895,500	10,741,900	11,197,800
Operating Expenses	1,833,900	2,486,000	2,299,500	2,163,300	2,158,500
Grants, Loans or Benefits	7,129,500	8,769,000	8,310,000	8,488,000	7,991,000
Capital Outlay	14,500	3,417,000		250,500	
Construction	23,000				
TOTAL EXPENDITURES	19,125,900	26,012,000	22,505,000	21,643,700	21,347,300
EXPENDITURES BY UNIT					
Commissioner	447,500	472,500	451,000	438,500	416,000
Forestry	10,287,900	15,944,000	12,845,000	11,428,000	11,585,900
Conservation	5,472,000	6,965,000	6,955,000	7,147,500	7,093,000
Energy	2,918,500	2,630,500	2,254,000	2,629,700	2,252,400
TOTAL EXPENDITURES	19,125,900	26,012,000	22,505,000	21,643,700	21,347,300

The programs in the Department of Natural Resources are primarily concerned with the conservation, preservation, protection, perpetuation, and enhancement of the Commonwealth's natural land resources for the benefit of present as well as future generations of Kentucky citizens.

Policy

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) provide authority for the Secretary of the Natural Resources and Environmental Protection Cabinet, upon reporting to the State Budget Director and the Interim Joint Committee on Appropriations and Revenue, to transfer funds and positions related to cost savings activities from the Department for Surface Mining Reclamation and Enforcement to the Department for Natural Resources for the purpose of employing additional foresters.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Natural Resources
Commissioner

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	726,100	452,500	430,500	438,500	416,000
Reorganization Adjustment	-278,600				
Total General Fund	<u>447,500</u>	<u>452,500</u>	<u>430,500</u>	<u>438,500</u>	<u>416,000</u>
Restricted Agency Funds					
Non-Revenue Receipts		20,000	20,500		
TOTAL FUNDS	<u>447,500</u>	<u>472,500</u>	<u>451,000</u>	<u>438,500</u>	<u>416,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	378,000	358,500	377,000	347,000	364,500
Operating Expenses	69,500	73,000	74,000	50,500	51,500
Capital Outlay		41,000		41,000	
TOTAL EXPENDITURES	<u>447,500</u>	<u>472,500</u>	<u>451,000</u>	<u>438,500</u>	<u>416,000</u>
EXPENDITURES BY UNIT					
Commissioner	387,000	472,500	451,000	438,500	416,000
Kentucky River Locks and Dams	60,500				
TOTAL EXPENDITURES	<u>447,500</u>	<u>472,500</u>	<u>451,000</u>	<u>438,500</u>	<u>416,000</u>

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Natural Resources
Forestry

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,920,900	13,646,000	10,547,000	9,130,000	9,287,900
Restricted Agency Funds					
Balance Forward	1,500				
Current Receipts	774,500	776,000	776,000	776,000	776,000
Non-Revenue Receipts	252,500	252,500	252,500	252,500	252,500
Total Restricted Agency Funds	<u>1,028,500</u>	<u>1,028,500</u>	<u>1,028,500</u>	<u>1,028,500</u>	<u>1,028,500</u>
Federal Funds					
Balance Forward	94,000				
Current Receipts	1,332,000	1,357,000	1,357,000	1,357,000	1,357,000
Revenue Redistribution	-87,500	-87,500	-87,500	-87,500	-87,500
Total Federal Funds	<u>1,338,500</u>	<u>1,269,500</u>	<u>1,269,500</u>	<u>1,269,500</u>	<u>1,269,500</u>
TOTAL FUNDS	<u>10,287,900</u>	<u>15,944,000</u>	<u>12,845,000</u>	<u>11,428,000</u>	<u>11,585,900</u>
EXPENDITURES BY CLASS					
Personnel Costs	8,317,500	9,482,000	9,940,500	8,911,000	9,268,300
Operating Expenses	1,318,900	2,026,500	1,845,000	1,748,000	1,758,100
Grants, Loans or Benefits	628,500	1,059,500	1,059,500	559,500	559,500
Capital Outlay		3,376,000		209,500	
Construction	23,000				
TOTAL EXPENDITURES	<u>10,287,900</u>	<u>15,944,000</u>	<u>12,845,000</u>	<u>11,428,000</u>	<u>11,585,900</u>

The Division of Forestry is responsible for providing technical assistance on sound forest management practices to private woodland owners, enhancing the state's woodlands by acquiring new forest land and reforesting idle or unproductive land, and protecting the Commonwealth's 11.9 million acres of forest resources from forest fires and insect and disease pests.

A total of \$240,000 is included each year for emergency fire suppression costs. Language contained in the Appropriations Act declares expenditures in excess of this amount to be a necessary governmental expense be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund (KRS 48.705).

Policy

Additional General Fund monies are provided as follows:

- \$592,500 in fiscal year 1999 and \$483,500 in fiscal year 2000 provided for 13 positions to implement the proposed Kentucky Forest Conservation Act.
- \$200,000 each year for the restoration of nine forester and forest ranger positions authorized by the 1996 General Assembly.

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) provide that the Task Force comprised of representatives from the Tourism Development Cabinet, the Division of Forestry, and the Transportation Cabinet shall continue to maintain and manage the Jenny Wiley Trail.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Natural Resources
Conservation

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,467,000	3,593,500	3,671,500	3,776,000	3,809,500
Restricted Agency Funds					
Balance Forward	149,000	79,500		79,500	
Current Receipts	244,500	132,000	132,000	132,000	132,000
Non-Revenue Receipts	2,664,000	3,004,000	2,995,500	3,004,000	2,995,500
Total Restricted Agency Funds	<u>3,057,500</u>	<u>3,215,500</u>	<u>3,127,500</u>	<u>3,215,500</u>	<u>3,127,500</u>
Federal Funds					
Current Receipts	27,000	156,000	156,000	156,000	156,000
TOTAL FUNDS	<u>5,551,500</u>	<u>6,965,000</u>	<u>6,955,000</u>	<u>7,147,500</u>	<u>7,093,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	911,500	956,500	1,007,000	940,900	994,000
Operating Expenses	280,500	185,500	175,000	164,600	145,000
Grants, Loans or Benefits	4,280,000	5,823,000	5,773,000	6,042,000	5,954,000
TOTAL EXPENDITURES	<u>5,472,000</u>	<u>6,965,000</u>	<u>6,955,000</u>	<u>7,147,500</u>	<u>7,093,000</u>

The Division of Conservation is responsible for assisting Kentucky's 121 conservation districts in developing and implementing sound conservation programs to protect, enhance, and develop the Commonwealth's natural resources so these resources serve the greatest number of people for the longest period of time. The Division is also responsible for developing educational activities; assisting the local conservation districts through financial assistance and providing loans for equipment for conservation and water quality-related work on Kentucky lands; and providing administrative services to the State Soil and Water Conservation Commission.

Policy

Additional federal funds of \$129,000 each year are provided for the Environmental Quality Incentives Program (EQUIP) for educational assistance to land users and other individuals with an interest in the state's natural resources.

Additional General Fund monies are provided as follows:

- \$1 million each year for the Conservation Cost Share Program to assist landowners in installing best management practices to mitigate nonpoint source pollution from agriculture and silviculture activities; and,
- \$219,000 in fiscal year 1999 and \$181,000 in fiscal year 2000 to restore interest earnings to the Equipment Loan Revolving Fund pursuant to KRS 262.640.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Natural Resources
Energy

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	115,000	151,000	154,500	150,200	152,900
Restricted Agency Funds					
Balance Forward	2,524,000	1,584,000	851,500	1,584,000	851,500
Non-Revenue Receipts	546,000	546,000	46,000	546,000	46,000
Total Restricted Agency Funds	<u>3,070,000</u>	<u>2,130,000</u>	<u>897,500</u>	<u>2,130,000</u>	<u>897,500</u>
Federal Funds					
Balance Forward	29,000				
Current Receipts	1,334,500	1,247,000	1,248,000	1,247,000	1,248,000
Revenue Redistribution	-46,000	-46,000	-46,000	-46,000	-46,000
Total Federal Funds	<u>1,317,500</u>	<u>1,201,000</u>	<u>1,202,000</u>	<u>1,201,000</u>	<u>1,202,000</u>
TOTAL FUNDS	<u>4,502,500</u>	<u>3,482,000</u>	<u>2,254,000</u>	<u>3,481,200</u>	<u>2,252,400</u>
EXPENDITURES BY CLASS					
Personnel Costs	518,000	543,000	571,000	543,000	571,000
Operating Expenses	165,000	201,000	205,500	200,200	203,900
Grants, Loans or Benefits	2,221,000	1,886,500	1,477,500	1,886,500	1,477,500
Capital Outlay	14,500				
TOTAL EXPENDITURES	<u>2,918,500</u>	<u>2,630,500</u>	<u>2,254,000</u>	<u>2,629,700</u>	<u>2,252,400</u>

The Division of Energy has responsibility for stimulating more efficient utilization of energy in all sectors of the Kentucky economy in order to reduce energy costs and enhance national energy security.

Major functions of the Division involve awarding grants to schools and hospitals and to the industrial sector; providing technical assistance to all Kentuckians in energy efficiency and alternative energy sources such as solar, wood, geothermal, and wind; conducting emergency planning to handle energy shortages; and compiling energy data for Kentucky.

Policy

Additional General Funds of \$32,000 are provided each year for the Commonwealth's dues to the Southern States Energy Board.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	21,611,000	23,233,500	23,545,000	21,647,200	22,183,800
Reorganization Adjustment	-102,500				
Total General Fund	<u>21,508,500</u>	<u>23,233,500</u>	<u>23,545,000</u>	<u>21,647,200</u>	<u>22,183,800</u>
Restricted Agency Funds					
Balance Forward	15,791,000	10,830,000	7,494,000	10,830,000	7,535,500
Current Receipts	12,762,500	13,221,500	14,263,500	13,218,000	14,262,000
Non-Revenue Receipts	1,309,500	3,680,000	3,696,500	3,683,500	3,718,000
Total Restricted Agency Funds	<u>29,863,000</u>	<u>27,731,500</u>	<u>25,454,000</u>	<u>27,731,500</u>	<u>25,515,500</u>
Federal Funds					
Balance Forward	496,500				
Current Receipts	12,914,500	18,397,500	15,022,500	16,999,500	14,350,000
Revenue Redistribution	41,000	1,694,000	1,801,500	1,732,000	1,841,500
Total Federal Funds	<u>13,452,000</u>	<u>20,091,500</u>	<u>16,824,000</u>	<u>18,731,500</u>	<u>16,191,500</u>
TOTAL FUNDS	<u>64,823,500</u>	<u>71,056,500</u>	<u>65,823,000</u>	<u>68,110,200</u>	<u>63,890,800</u>
EXPENDITURES BY CLASS					
Personnel Costs	36,193,000	39,607,500	41,462,000	38,368,100	39,997,000
Operating Expenses	7,648,500	7,865,500	7,928,500	7,733,100	7,755,800
Grants, Loans or Benefits	6,012,500	12,117,000	8,616,500	10,790,500	8,219,000
Capital Outlay	2,339,500	1,872,500	1,639,500	1,583,000	1,639,500
Construction	1,800,000	2,100,000	2,100,000	2,100,000	2,100,000
TOTAL EXPENDITURES	<u>53,993,500</u>	<u>63,562,500</u>	<u>61,746,500</u>	<u>60,574,700</u>	<u>59,711,300</u>
EXPENDITURES BY UNIT					
Commissioner	1,566,000	1,644,500	1,740,000	1,531,000	1,616,500
Water	18,455,000	26,295,000	23,500,000	24,050,000	22,145,300
Waste Management	19,712,500	20,410,500	21,006,500	20,220,000	20,766,000
Air Quality	9,988,500	10,681,500	11,031,500	10,539,200	10,844,700
Environmental Services	3,815,500	3,882,500	3,999,000	3,779,500	3,878,800
Maxey Flats	456,000	648,500	469,500	455,000	460,000
TOTAL EXPENDITURES	<u>53,993,500</u>	<u>63,562,500</u>	<u>61,746,500</u>	<u>60,574,700</u>	<u>59,711,300</u>

The Department for Environmental Protection is charged with the responsibility of protecting the environmental health of Kentucky's citizens through the prevention, abatement, and control of water, land, and air pollution

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection
Commissioner

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,326,000	1,469,500	1,533,500	1,356,000	1,410,000
Restricted Agency Funds					
Balance Forward	105,500	21,000	24,500	21,000	24,500
Current Receipts	13,000	13,000	13,000	13,000	13,000
Non-Revenue Receipts	98,000	124,000	130,500	124,000	130,500
Total Restricted Agency Funds	<u>216,500</u>	<u>158,000</u>	<u>168,000</u>	<u>158,000</u>	<u>168,000</u>
Federal Funds					
Balance Forward	3,000				
Current Receipts	41,500	41,500	41,500	41,500	41,500
Total Federal Funds	<u>44,500</u>	<u>41,500</u>	<u>41,500</u>	<u>41,500</u>	<u>41,500</u>
TOTAL FUNDS	<u>1,587,000</u>	<u>1,669,000</u>	<u>1,743,000</u>	<u>1,555,500</u>	<u>1,619,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	1,279,000	1,358,000	1,428,000	1,244,500	1,304,500
Operating Expenses	222,000	200,500	219,000	200,500	219,000
Grants, Loans or Benefits	41,500	41,500	41,500	41,500	41,500
Capital Outlay	23,500	44,500	51,500	44,500	51,500
TOTAL EXPENDITURES	<u>1,566,000</u>	<u>1,644,500</u>	<u>1,740,000</u>	<u>1,531,000</u>	<u>1,616,500</u>

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection
Water

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
General Fund					
Regular Appropriation	10,551,500	11,342,000	11,558,000	10,413,500	10,763,300
Restricted Agency Funds					
Balance Forward	945,500	512,000	404,500	512,000	404,500
Current Receipts	859,000	1,007,500	957,500	1,007,500	957,500
Non-Revenue Receipts	655,000	722,000	733,500	684,000	693,500
Total Restricted Agency Funds	2,459,500	2,241,500	2,095,500	2,203,500	2,055,500
Federal Funds					
Balance Forward	44,000				
Current Receipts	5,163,000	10,712,500	7,335,000	9,396,000	6,775,000
Revenue Redistribution	749,000	2,403,500	2,511,500	2,441,500	2,551,500
Total Federal Funds	5,956,000	13,116,000	9,846,500	11,837,500	9,326,500
TOTAL FUNDS	18,967,000	26,699,500	23,500,000	24,454,500	22,145,300
EXPENDITURES BY CLASS					
Personnel Costs	12,278,500	13,935,500	14,704,000	13,248,100	13,884,800
Operating Expenses	2,517,000	2,536,000	2,598,500	2,409,400	2,460,500
Grants, Loans or Benefits	2,730,500	9,267,000	5,758,500	7,940,500	5,361,000
Capital Outlay	929,000	556,500	439,000	452,000	439,000
TOTAL EXPENDITURES	18,455,000	26,295,000	23,500,000	24,050,000	22,145,300

Operating under authority granted by both state and federal statutes, the Division of Water is responsible for administering programs to: ensure a continuous supply of safe drinking water; ensure the maintenance of water quality in the state; protect the state's water storage supplies from harmful overflows; preserve the safety of the Commonwealth's citizens by preventing improper construction of water improvements; and promote and regulate the conservation, development, and most beneficial use of the state's water resources.

Policy

Additional federal funds are included as follows:

- \$46,000 in fiscal year 1999 and \$48,000 in fiscal year 2000 for an economist position for an expansion of program planning activities;
- \$1,709,500 in fiscal year 1999 and \$1,779,000 in fiscal year 2000 for expanded and new program activities related to implementation of the federal Safe Drinking Water Act of 1996;
- \$41,500 in fiscal year 1999 and \$44,000 in fiscal year 2000 for one position to assist the state in establishment of Total Maximum Daily Load (TMDL) standards required by the federal Clean Water Act; and
- \$4,083,000 in fiscal year 1999 and \$1,361,000 in fiscal year 2000 for the Rural Communities Hardship Grants Program for Wastewater Facilities Construction. The state match necessary to receive these funds will be provided by the Kentucky Infrastructure Authority.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection
Waste Management

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,900,500	5,158,500	5,228,500	4,994,500	5,031,000
Reorganization Adjustment	-102,500				
Total General Fund	4,798,000	5,158,500	5,228,500	4,994,500	5,031,000
Restricted Agency Funds					
Balance Forward	11,708,500	8,234,000	6,268,000	8,234,000	6,268,000
Current Receipts	5,179,500	5,073,000	5,010,000	5,073,000	5,010,000
Non-Revenue Receipts	367,000	2,669,000	2,674,000	2,669,000	2,674,000
Total Restricted Agency Funds	17,255,000	15,976,000	13,952,000	15,976,000	13,952,000
Federal Funds					
Balance Forward	355,000				
Current Receipts	6,071,500	6,077,000	6,079,500	6,050,500	6,036,500
Revenue Redistribution	-533,000	-533,000	-533,500	-533,000	-533,500
Total Federal Funds	5,893,500	5,544,000	5,546,000	5,517,500	5,503,000
TOTAL FUNDS	27,946,500	26,678,500	24,726,500	26,488,000	24,486,000
EXPENDITURES BY CLASS					
Personnel Costs	12,374,500	13,480,500	13,927,500	13,256,000	13,658,700
Operating Expenses	2,204,500	2,179,500	2,112,500	2,213,500	2,140,800
Grants, Loans or Benefits	2,894,500	2,479,500	2,479,500	2,479,500	2,479,500
Capital Outlay	439,000	171,000	387,000	171,000	387,000
Construction	1,800,000	2,100,000	2,100,000	2,100,000	2,100,000
TOTAL EXPENDITURES	19,712,500	20,410,500	21,006,500	20,220,000	20,766,000

The Division of Waste Management, under the authority granted by KRS 224, is responsible for programs to regulate the generation, transportation, storage, treatment, and disposal of all hazardous wastes in the state; to ensure proper disposal of all solid waste produced in the Commonwealth; and to remove abandoned vehicles from the landscape in conjunction with local entities. Additional responsibilities include: encouraging the wise use and recycling of our resources; providing technical assistance to counties and solid waste management districts to facilitate compliance with 401 KAR, Chapter 49; investigating and restoring abandoned hazardous waste disposal sites; and educating Kentucky citizens in order to promote a better understanding of waste management issues.

Policy

Additional restricted funds of \$2,300,000 are provided each fiscal year for waste tire cleanup activities across the Commonwealth.

Additional General Fund monies of \$75,000 are provided each fiscal year to conduct the Annual Commonwealth Cleanup Campaign pursuant to House Joint Resolution 121 as enacted by the 1998 General Assembly.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection
Air Quality

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,182,500	1,243,500	1,280,500	1,159,700	1,164,700
Restricted Agency Funds					
Balance Forward	2,778,500	1,995,500	763,500	1,995,500	805,000
Current Receipts	6,689,500	7,106,500	8,261,500	7,103,000	8,260,000
Non-Revenue Receipts	-156,000	-209,500	-229,500	-168,000	-168,000
Total Restricted Agency Funds	<u>9,312,000</u>	<u>8,892,500</u>	<u>8,795,500</u>	<u>8,930,500</u>	<u>8,897,000</u>
Federal Funds					
Balance Forward	91,000				
Current Receipts	1,566,500	1,477,000	1,477,000	1,422,000	1,407,500
Revenue Redistribution	-168,000	-168,000	-168,000	-168,000	-168,000
Total Federal Funds	<u>1,489,500</u>	<u>1,309,000</u>	<u>1,309,000</u>	<u>1,254,000</u>	<u>1,239,500</u>
TOTAL FUNDS	<u>11,984,000</u>	<u>11,445,000</u>	<u>11,385,000</u>	<u>11,344,200</u>	<u>11,301,200</u>
EXPENDITURES BY CLASS					
Personnel Costs	7,688,000	8,137,500	8,566,000	8,026,000	8,428,000
Operating Expenses	1,458,500	1,634,000	1,676,500	1,603,200	1,627,700
Grants, Loans or Benefits	262,500	270,500	278,500	270,500	278,500
Capital Outlay	579,500	639,500	510,500	639,500	510,500
TOTAL EXPENDITURES	<u>9,988,500</u>	<u>10,681,500</u>	<u>11,031,500</u>	<u>10,539,200</u>	<u>10,844,700</u>

The Division of Air Quality is responsible for the identification and implementation of measures necessary to attain and maintain ambient air quality standards as mandated by the federal Clean Air Act and KRS 224.033. The Division accomplishes these goals by operating a comprehensive program involving air quality monitoring, planning, construction and operation permitting, source inspections to ensure compliance with air pollution laws and regulations, and enforcement actions as required.

The 1990 Clean Air Act Amendments imposed new permitting requirements to protect air quality with one of the primary focuses on air toxics. Federal law requires that an emission fee be levied on facilities with significant air pollutants to fund the implementation of the many new requirements. If a state does not assume authorization, the fee will be collected by the U.S. Environmental Protection Agency to fund a federal permitting program.

Policy

Additional restricted funds of \$196,000 in fiscal year 1999 and \$207,000 in fiscal year 2000 are included for the required implementation of a mandatory vehicle inspection and maintenance program in Boone, Kenton and Campbell counties.

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) directs that the Clean Air Task Force membership and reporting requirements established by the 1992 General Assembly shall be continued. The Task Force shall include representatives of the industry, the environmental community, and the Cabinet, and shall report quarterly to the Legislative Research Commission for referral to appropriate committees. The Cabinet shall also report quarterly to the Legislative Research Commission for referral to appropriate committees on the development and implementation status of programs required by the 1990 Amendments to the Federal Clean Air Act.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection
Environmental Services

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,194,500	3,371,500	3,475,000	3,268,500	3,354,800
Restricted Agency Funds					
Balance Forward	253,000	67,500	33,500	67,500	33,500
Current Receipts	21,500	21,500	21,500	21,500	21,500
Non-Revenue Receipts	345,500	374,500	388,000	374,500	388,000
Total Restricted Agency Funds	<u>620,000</u>	<u>463,500</u>	<u>443,000</u>	<u>463,500</u>	<u>443,000</u>
Federal Funds					
Balance Forward	3,500				
Current Receipts	72,000	89,500	89,500	89,500	89,500
Revenue Redistribution	-7,000	-8,500	-8,500	-8,500	-8,500
Total Federal Funds	<u>68,500</u>	<u>81,000</u>	<u>81,000</u>	<u>81,000</u>	<u>81,000</u>
TOTAL FUNDS	<u>3,883,000</u>	<u>3,916,000</u>	<u>3,999,000</u>	<u>3,813,000</u>	<u>3,878,800</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,293,000	2,401,000	2,527,000	2,307,000	2,421,000
Operating Expenses	1,159,000	1,205,500	1,220,500	1,196,500	1,206,300
Grants, Loans or Benefits	25,000				
Capital Outlay	338,500	276,000	251,500	276,000	251,500
TOTAL EXPENDITURES	<u>3,815,500</u>	<u>3,882,500</u>	<u>3,999,000</u>	<u>3,779,500</u>	<u>3,878,800</u>

The Division of Environmental Services provides the laboratory services essential for characterizing, evaluating, and documenting the nature and extent of environmental pollutants in the Commonwealth. These services, required by KRS 224.033(7), are conducted in support of the regulatory, permitting, and enforcement activities for air, water, and waste management activities and for the investigation of spills and other environmental emergencies.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Protection
Maxey Flats

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
General Fund					
Regular Appropriation	456,000	648,500	469,500	455,000	460,000
EXPENDITURES BY CLASS					
Personnel Costs	280,000	295,000	309,500	286,500	300,000
Operating Expenses	87,500	110,000	101,500	110,000	101,500
Grants, Loans or Benefits	58,500	58,500	58,500	58,500	58,500
Capital Outlay	30,000	185,000			
TOTAL EXPENDITURES	456,000	648,500	469,500	455,000	460,000

Originally opened as a disposal site for low-level nuclear waste, Maxey Flats was closed in 1977, and the Commonwealth assumed ownership and responsibility in 1978. Since that time, the Commonwealth has provided monitoring and maintenance activities at the site utilizing a combination of state and federal funds. Overall efforts have focused on minimizing any negative health impact on the citizens who live in the vicinity of the site while working toward final closure.

Recent state efforts have resulted in the site being added to the federal Superfund list for cleanup, and the site is currently in the remedial design phase of the remedy authorized by the U.S. Environmental Protection Agency. Actual remediation has begun but is not expected to be completed for several years. After remediation, the Commonwealth will continue to be responsible for operating and maintaining the site.

Appropriated funds are provided for monitoring and maintenance activities at the site.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Surface Mining Reclamation and Enforcement

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	9,811,500	10,279,500	10,625,000	9,922,200	10,188,100
Reorganization Adjustment	-20,300				
Mandated Allotments	268,600				
Total General Fund	<u>10,059,800</u>	<u>10,279,500</u>	<u>10,625,000</u>	<u>9,922,200</u>	<u>10,188,100</u>
Restricted Agency Funds					
Balance Forward	27,078,000	26,454,000	25,968,500	26,454,000	25,962,000
Current Receipts	3,932,000	3,953,500	3,981,000	3,953,500	3,981,000
Non-Revenue Receipts	1,337,000	1,387,000	1,437,500	1,347,500	1,392,500
Total Restricted Agency Funds	<u>32,347,000</u>	<u>31,794,500</u>	<u>31,387,000</u>	<u>31,755,000</u>	<u>31,335,500</u>
Federal Funds					
Balance Forward	539,500				
Current Receipts	16,419,000	17,506,000	17,992,500	17,158,500	17,607,000
Non-Revenue Receipts	-65,500				
Revenue Redistribution	-1,268,000	-1,383,000	-1,447,000	-1,350,000	-1,410,500
Total Federal Funds	<u>15,625,000</u>	<u>16,123,000</u>	<u>16,545,500</u>	<u>15,808,500</u>	<u>16,196,500</u>
TOTAL FUNDS	<u>58,031,800</u>	<u>58,197,000</u>	<u>58,557,500</u>	<u>57,485,700</u>	<u>57,720,100</u>
EXPENDITURES BY CLASS					
Personnel Costs	24,385,500	25,464,500	26,664,000	24,782,000	25,873,500
Operating Expenses	3,772,700	3,721,500	3,601,500	3,699,200	3,567,600
Grants, Loans or Benefits	2,038,600	1,654,000	1,625,000	1,654,000	1,625,000
Capital Outlay	1,381,000	1,388,500	1,306,500	1,388,500	1,306,500
TOTAL EXPENDITURES	<u>31,577,800</u>	<u>32,228,500</u>	<u>33,197,000</u>	<u>31,523,700</u>	<u>32,372,600</u>
EXPENDITURES BY UNIT					
Commissioner	1,504,500	1,521,500	1,585,500	1,525,500	1,585,500
Permits	7,873,800	7,718,000	7,981,000	7,529,500	7,757,500
Field Services	13,273,500	13,578,500	13,986,000	13,058,200	13,385,100
Abandoned Mine Lands	8,926,000	9,410,500	9,644,500	9,410,500	9,644,500
TOTAL EXPENDITURES	<u>31,577,800</u>	<u>32,228,500</u>	<u>33,197,000</u>	<u>31,523,700</u>	<u>32,372,600</u>

The Department for Surface Mining Reclamation and Enforcement was created in 1977 to implement the provisions of the federal Surface Mining Control and Reclamation Act of 1977 pursuant to Public Law 95-87. The Department's mission is to protect the public and minimize the environmental aspects caused by surface mining and the surface effects of underground mining.

Policy

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) provide authority for the Secretary of the Natural Resources and Environmental Protection Cabinet, upon reporting to the State Budget Director and the Interim Joint Committee on Appropriations and Revenue, to transfer funds and positions related to cost savings activities from the Department for Surface Mining Reclamation and Enforcement to the General Administration and Support budget unit for the purpose of Cabinet-wide technology improvements or to the Department for Natural Resources for the purpose of employing additional foresters.

NATURAL RESOURCES AND ENVIRONMENTAL CABINET
Surface Mining Reclamation and Enforcement
Commissioner

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	505,000	727,500	749,500	731,500	749,500
Reorganization Adjustment	186,000				
Total General Fund	<u>691,000</u>	<u>727,500</u>	<u>749,500</u>	<u>731,500</u>	<u>749,500</u>
Restricted Agency Funds					
Balance Forward	11,488,000	12,839,500	14,377,000	12,839,500	14,377,000
Current Receipts	1,614,500	1,636,000	1,663,500	1,636,000	1,663,500
Non-Revenue Receipts	550,500	695,500	-42,500	695,500	-42,500
Total Restricted Agency Funds	<u>13,653,000</u>	<u>15,171,000</u>	<u>15,998,000</u>	<u>15,171,000</u>	<u>15,998,000</u>
TOTAL FUNDS	<u>14,344,000</u>	<u>15,898,500</u>	<u>16,747,500</u>	<u>15,902,500</u>	<u>16,747,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	1,258,500	1,281,000	1,336,000	1,281,000	1,336,000
Operating Expenses	246,000	240,500	249,500	244,500	249,500
TOTAL EXPENDITURES	<u>1,504,500</u>	<u>1,521,500</u>	<u>1,585,500</u>	<u>1,525,500</u>	<u>1,585,500</u>

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Surface Mining Reclamation and Enforcement
Permits

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,018,200	3,019,000	3,142,000	2,936,000	3,044,000
Reorganization Adjustment	-186,000				
Mandated Allotments	268,600				
Total General Fund	3,100,800	3,019,000	3,142,000	2,936,000	3,044,000
Restricted Agency Funds					
Balance Forward	508,000	157,500	76,000	157,500	75,000
Current Receipts	10,000	10,000	10,000	10,000	10,000
Non-Revenue Receipts	89,000	290,000	305,500	279,000	292,500
Total Restricted Agency Funds	607,000	457,500	391,500	446,500	377,500
Federal Funds					
Balance Forward	3,000				
Current Receipts	4,591,500	4,603,500	4,749,000	4,497,000	4,624,500
Revenue Redistribution	-271,000	-286,000	-301,500	-275,000	-288,500
Total Federal Funds	4,323,500	4,317,500	4,447,500	4,222,000	4,336,000
TOTAL FUNDS	8,031,300	7,794,000	7,981,000	7,604,500	7,757,500
EXPENDITURES BY CLASS					
Personnel Costs	5,449,500	5,684,500	5,946,000	5,485,500	5,722,500
Operating Expenses	811,200	845,000	875,500	855,500	875,500
Grants, Loans or Benefits	1,573,100	1,188,500	1,159,500	1,188,500	1,159,500
Capital Outlay	40,000				
TOTAL EXPENDITURES	7,873,800	7,718,000	7,981,000	7,529,500	7,757,500

The Division of Permits is responsible for efficiently reviewing all applications for permits to surface mine in the Commonwealth for compliance with Kentucky statutes and the federal Surface Mining Control and Reclamation Act. The program also administers the federal Small Operator's Assistance and Lands Unsuitable for Mining programs and processes applications for underground mining to determine the surface effects of such operations.

One third of the permit and acreage fees generated by this program will be returned to the county of origin as provided under KRS 350.139; a total of \$675,000 in General Fund monies is included each year for this purpose.

Policy

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) provide that the permit block provisions of KRS 350.085(6) shall apply both to surface coal mining and reclamation operations owned or controlled by the applicant, and those operations owning or controlling the applicant. The Cabinet shall continue in effect the current state regulations regarding ownership and control provided that a due process hearing shall be afforded at the time that the Cabinet makes a preliminary determination to impose a permit block.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Surface Mining Reclamation and Enforcement
Field Services

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,288,300	6,533,000	6,733,500	6,254,700	6,394,600
Reorganization Adjustment	-20,300				
Total General Fund	6,268,000	6,533,000	6,733,500	6,254,700	6,394,600
Restricted Agency Funds					
Balance Forward	1,337,000	1,089,500	612,500	1,089,500	607,000
Current Receipts	5,500	5,500	5,500	5,500	5,500
Non-Revenue Receipts	298,000	-47,000	-145,500	-75,500	-177,500
Total Restricted Agency Funds	1,640,500	1,048,000	472,500	1,019,500	435,000
Federal Funds					
Balance Forward	204,000				
Current Receipts	6,514,500	6,632,000	6,827,000	6,391,000	6,566,000
Revenue Redistribution	-264,000	-22,000	-23,500		
Total Federal Funds	6,454,500	6,610,000	6,803,500	6,391,000	6,566,000
TOTAL FUNDS	14,363,000	14,191,000	14,009,500	13,665,200	13,395,600
EXPENDITURES BY CLASS					
Personnel Costs	10,020,000	10,524,500	11,078,500	10,041,000	10,511,500
Operating Expenses	2,045,000	1,898,000	1,721,500	1,861,200	1,687,600
Grants, Loans or Benefits	190,500	190,500	190,500	190,500	190,500
Capital Outlay	1,018,000	965,500	995,500	965,500	995,500
TOTAL EXPENDITURES	13,273,500	13,578,500	13,986,000	13,058,200	13,385,100

The Division of Field Services is responsible for developing policies and procedures for reclamation and enforcement programs in coal and non-coal minerals, and conducting an effective inspection program to carry out these policies and procedures in accordance with applicable federal and state statutes.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Surface Mining Reclamation and Enforcement
Abandoned Mine Lands

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Balance Forward	13,745,000	12,367,500	10,903,000	12,367,500	10,903,000
Current Receipts	2,302,000	2,302,000	2,302,000	2,302,000	2,302,000
Non-Revenue Receipts	399,500	448,500	1,320,000	448,500	1,320,000
Total Restricted Agency Funds	16,446,500	15,118,000	14,525,000	15,118,000	14,525,000
Federal Funds					
Balance Forward	268,000				
Current Receipts	4,953,000	5,569,500	5,668,500	5,569,500	5,668,500
Revenue Redistribution	-374,000	-374,000	-374,000	-374,000	-374,000
Total Federal Funds	4,847,000	5,195,500	5,294,500	5,195,500	5,294,500
TOTAL FUNDS	21,293,500	20,313,500	19,819,500	20,313,500	19,819,500
EXPENDITURES BY CLASS					
Personnel Costs	7,657,500	7,974,500	8,303,500	7,974,500	8,303,500
Operating Expenses	670,500	738,000	755,000	738,000	755,000
Grants, Loans or Benefits	275,000	275,000	275,000	275,000	275,000
Capital Outlay	323,000	423,000	311,000	423,000	311,000
TOTAL EXPENDITURES	8,926,000	9,410,500	9,644,500	9,410,500	9,644,500

The Division of Abandoned Lands is responsible for reclaiming lands previously surface mined or used in connection with surface mining which have been abandoned or left unreclaimed under Title IV of Public Law 95-87 or KRS 350.

Federal funds for this program are derived from federal tax levies imposed under Public Law 95-87 on all coal mined since August 3, 1977. Approximately 150,000 acres of abandoned mine lands in Kentucky are eligible for eventual reclamation under Public Law 95-87. If Kentucky does not maintain an approved Abandoned Mine Land Reclamation program, monies allocated for reclamation projects in the state may be reallocated to other coal-producing states.

All funds collected from the forfeiture of surface mining bonds are utilized in the reclamation of lands on which the bonds were forfeited. The collection and expenditure of these restricted funds from the Guaranty Bond Forfeiture account is included each year of the biennium.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Abandoned Mine Lands Reclamation Projects

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
Federal Funds					
Balance Forward	93,500				
Current Receipts	22,362,500	22,456,000	22,456,000	22,456,000	22,456,000
TOTAL FUNDS	<u>22,456,000</u>	<u>22,456,000</u>	<u>22,456,000</u>	<u>22,456,000</u>	<u>22,456,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	3,200,000	3,200,000	3,200,000	3,200,000	3,200,000
Grants, Loans or Benefits	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
Construction	13,256,000	13,256,000	13,256,000	13,256,000	13,256,000
TOTAL EXPENDITURES	<u>22,456,000</u>	<u>22,456,000</u>	<u>22,456,000</u>	<u>22,456,000</u>	<u>22,456,000</u>

The Abandoned Mine Lands (AML) Reclamation Projects program in the Department for Surface Mining Reclamation and Enforcement receives funding for the reclamation of mine sites that have been abandoned or left unreclaimed under Title IV of Public Law 95-87 or KRS 350. If the Commonwealth does not maintain an approved AML Reclamation program, monies allocated for reclamation projects within the state may be reallocated to other coal-producing states. The Natural Resources and Environmental Protection Cabinet continues to reclaim abandoned mine sites through a priority ranking system which reclaims first those sites which are considered the most threat to human life and safety. Providing clean, safe, potable water to the citizens of the coal fields whose drinking water supplies have been contaminated by past mining continues to be a high priority.

Administered by the Division of Abandoned Lands, all funds appropriated in this program are expended for design and construction activities associated with the reclamation of abandoned mine sites.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Environmental Quality Commission

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	234,900	255,500	255,500	251,100	249,800
Restricted Agency Funds					
Balance Forward	18,000	2,000		2,000	
Current Receipts	2,000	2,000	2,000	2,000	2,000
Total Restricted Agency Funds	<u>20,000</u>	<u>4,000</u>	<u>2,000</u>	<u>4,000</u>	<u>2,000</u>
TOTAL FUNDS	<u>254,900</u>	<u>259,500</u>	<u>257,500</u>	<u>255,100</u>	<u>251,800</u>
EXPENDITURES BY CLASS					
Personnel Costs	177,500	186,000	196,000	182,500	191,500
Operating Expenses	75,400	73,500	61,500	72,600	60,300
TOTAL EXPENDITURES	<u>252,900</u>	<u>259,500</u>	<u>257,500</u>	<u>255,100</u>	<u>251,800</u>

The Environmental Quality Commission, codified in KRS 224.041-224.055, is an independent, seven-member, citizen body representing various viewpoints and areas of the state. The Commission serves in an advisory capacity to the Governor and the Natural Resources and Environmental Protection Cabinet on environmental rules, regulations, policies, plans, and procedures. The Commission also serves as a working public forum for the exchange of views, concerns, information, and recommendations relating to the quality of the natural environment.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Kentucky Nature Preserves Commission

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	631,700	943,000	856,500	840,200	786,300
Restricted Agency Funds					
Balance Forward	765,500	437,000	212,500	437,000	212,500
Current Receipts	112,500	145,500	132,500	95,500	82,500
Non-Revenue Receipts	287,500	317,500	317,500	317,500	317,500
Total Restricted Agency Funds	<u>1,165,500</u>	<u>900,000</u>	<u>662,500</u>	<u>850,000</u>	<u>612,500</u>
Federal Funds					
Current Receipts	32,500	27,500	27,500	27,500	27,500
Revenue Redistribution	-2,500	-2,500	-2,500	-2,500	-2,500
Total Federal Funds	<u>30,000</u>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
TOTAL FUNDS	<u>1,827,200</u>	<u>1,868,000</u>	<u>1,544,000</u>	<u>1,715,200</u>	<u>1,423,800</u>
EXPENDITURES BY CLASS					
Personnel Costs	1,024,500	1,089,500	1,138,500	979,100	1,022,000
Operating Expenses	268,200	323,000	251,500	308,600	247,800
Grants, Loans or Benefits	47,500	69,000	65,000	69,000	65,000
Capital Outlay	35,000	144,000	59,000	116,000	59,000
Construction	15,000	30,000	30,000	30,000	30,000
TOTAL EXPENDITURES	<u>1,390,200</u>	<u>1,655,500</u>	<u>1,544,000</u>	<u>1,502,700</u>	<u>1,423,800</u>

The 1976 General Assembly established the Kentucky Nature Preserves Commission with the passage of KRS 146.410-146.530. The mandated goals of the Commission are two-fold: to inventory Kentucky for its natural diversity, including its plants, animal life, biological communities, and areas of natural significance; and to protect these natural features by establishing a system of nature preserves.

KRS 141.450-141.480 provides funds for the acquisition and management of nature preserves through a tax refund checkoff system. The Commission, together with the Kentucky Department of Fish and Wildlife Resources, shares equally the receipts generated by the Non-game Species Protection and Habitat Acquisition program, an income tax refund donation program enacted by the 1980 General Assembly.

Policy

Additional General Fund monies of \$40,000 in fiscal year 1999 and \$41,000 in fiscal year 2000 are provided to employ a regional nature preserves manager for Blanton Forest, Hi Lewis, Pine Mountain, Bad Branch, and Kingdom Come Nature Preserves.

NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION
Kentucky River Authority

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		366,500	379,000	359,000	369,000
Reorganization Adjustment	278,600				
Restricted Agency Funds					
Balance Forward	1,627,500	1,598,000	432,500	1,598,000	612,000
Current Receipts	1,374,000	1,325,000	1,658,500	1,325,000	1,303,500
Non-Revenue Receipts	-156,000	-800,000		-800,000	
Total Restricted Agency Funds	<u>2,845,500</u>	<u>2,123,000</u>	<u>2,091,000</u>	<u>2,123,000</u>	<u>1,915,500</u>
TOTAL FUNDS	<u>3,124,100</u>	<u>2,489,500</u>	<u>2,470,000</u>	<u>2,482,000</u>	<u>2,284,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	631,000	714,500	749,500	704,500	736,500
Operating Expenses	166,100	190,500	196,000	189,500	195,000
Grants, Loans or Benefits	699,000	752,000	769,500	752,000	769,500
Debt Service		370,000	725,000	194,000	388,000
Capital Outlay	30,000	30,000	30,000	30,000	30,000
TOTAL EXPENDITURES	<u>1,526,100</u>	<u>2,057,000</u>	<u>2,470,000</u>	<u>1,870,000</u>	<u>2,119,000</u>
EXPENDITURES BY UNIT					
Kentucky River Authority	1,247,500	1,690,500	2,091,000	1,511,000	1,750,000
Kentucky River Locks and Dams	278,600	366,500	379,000	359,000	369,000
TOTAL EXPENDITURES	<u>1,526,100</u>	<u>2,057,000</u>	<u>2,470,000</u>	<u>1,870,000</u>	<u>2,119,000</u>

Created by the 1988 General Assembly, the Kentucky River Authority is an 11-member body appointed by the Governor to provide for the proper maintenance of the Kentucky River locks and dams once ownership of these properties is transferred from the U.S. government to the Commonwealth. The Authority is authorized and empowered under KRS 151 to carry out its mission through a variety of activities, including the issuance of revenue bonds payable from fees collected from all facilities, except those primarily agricultural in nature, using water from the Kentucky River or its tributaries.

Policy

Restricted funding is provided from Kentucky River water withdrawal fees (Tier II) for the debt service on a \$4 million bond issue, \$2 million of which was originally authorized by the 1992 General Assembly to renovate the lock facilities at dams 5 through 9 to allow access to water stored below the crest of the dams and move it to the pools with greatest demand.

Also provided is \$359,000 in fiscal year 1999 and \$369,000 in fiscal year 2000 in General Fund monies for operation of and minor maintenance on locks and dams 5 through 14 on the Kentucky River.

In addition, notwithstanding KRS 151.710 (10), restricted funds from Kentucky River water withdrawal fees (Tier I) are provided to fund staff, contract services for water supply and water quality studies, and operating costs for the Authority.

Included in Part X of the Executive Branch Appropriations Act (House Bill 321) is \$1 million for Kentucky River Parks Project #140 of the Statewide Infrastructure Fund (Surplus Expenditure Plan).

PERSONNEL

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,074,300	6,895,000	7,362,000	3,309,400	3,297,100
Restricted Agency Funds					
Balance Forward	5,569,500	5,971,000	7,289,500	5,971,000	7,309,000
Current Receipts	6,316,500	7,122,000	8,091,000	7,058,000	8,024,500
Non-Revenue Receipts	16,457,500	17,100,500	17,908,000	20,562,500	21,371,500
Total Restricted Agency Funds	28,343,500	30,193,500	33,288,500	33,591,500	36,705,000
TOTAL FUNDS	33,417,800	37,088,500	40,650,500	36,900,900	40,002,100
EXPENDITURES BY CLASS					
Personnel Costs	24,609,500	26,526,500	28,018,000	26,319,000	27,414,500
Operating Expenses	2,822,300	3,258,000	3,070,000	3,258,400	2,982,100
Capital Outlay	15,000	14,500		14,500	
TOTAL EXPENDITURES	27,446,800	29,799,000	31,088,000	29,591,900	30,396,600
EXPENDITURES BY UNIT					
Secretary	1,057,300	1,294,500	1,357,500	1,272,400	1,331,100
Employee Relations	2,670,000	2,914,000	2,920,500	3,133,500	2,651,500
Personnel Administration	4,348,000	5,164,500	5,447,000	4,762,000	5,055,500
Workers' Compensation	16,045,500	16,872,000	17,666,000	16,872,000	17,666,000
Deferred Compensation Authority	3,326,000	3,554,000	3,697,000	3,552,000	3,692,500
TOTAL EXPENDITURES	27,446,800	29,799,000	31,088,000	29,591,900	30,396,600

The Personnel Cabinet is charged with administering the state merit system and ensuring compliance with the personnel rules and regulations established as a part of the statutory authority of KRS 18A.

The Office of the Secretary provides policy and management support to the divisions of the Cabinet; promulgates administrative regulations; advises the Personnel Board on matters pertaining to the classified service; conducts investigations on all matters relating to state personnel laws and rules; and provides administrative services for the Cabinet.

The Department for Employee Relations, consisting of the divisions of Employee Benefits and Communications and Recognition, also administers the state's workers' compensation program. Included in the duties of this department is responsibility for administration of the state employee life insurance, health insurance, sick-leave sharing, flexible benefits, workplace safety, and employee suggestion programs; communications with state employees about personnel-related and other relevant issues; and the Kentucky Employee Assistance Program (KEAP), which provides counseling assistance and dispute resolution assistance to state employees and agencies.

The Department for Personnel Administration consists of the divisions of Classification and Compensation, Employee Records and Staffing Services, and the Office of Performance Management. The responsibilities of this department include recruiting, counseling, testing, and certifying persons for employment with the Commonwealth; maintaining a fair and equitable

classification and compensation system for state government; auditing and certifying state payrolls; preparing and maintaining the official personnel and payroll records of state employees; and coordinating and implementing employee performance evaluation systems throughout state government.

The Workers' Compensation program, a part of the Department of Employee Relations, provides benefits to state employees injured during the course of their employment and maintains an adequate reserve of funds through the Commonwealth's self-insurance plan to meet the Commonwealth's potential liability for workers' compensation claims.

The Kentucky Employees Deferred Compensation Authority, created by Executive Order 94-1235, administers deferred compensation plans as established in the U.S. Internal Revenue Codes 457 and 401(b) and KRS 18A.230-18A.350 as a tax-sheltered, supplemental retirement savings program exclusively as an optional benefit for Kentucky's public employees.

Policy

Additional restricted funds are provided for the following:

- \$87,500 in fiscal year 1999 and \$184,000 in fiscal year 2000 for the continuation of personnel-related initiatives associated with EMPOWER Kentucky;
- \$233,500 in fiscal year 1999 and \$230,000 in fiscal year 2000 to allow for completion of the staffing necessary to complete implementation of Executive Order 96-909 creating the Personnel Cabinet;
- \$31,500 in fiscal year 1999 and \$27,500 in fiscal year 2000 for one additional position in the health administration program;
- \$166,500 in fiscal year 1999 and \$59,600 in fiscal year 2000 for four additional permanent positions and computer conversion needs in the life insurance administration program;
- \$51,000 in fiscal year 1999 and \$43,000 in fiscal year 2000 for two additional positions in the workers' compensation program;
- \$350,000 in fiscal year 1998, \$233,000 in fiscal year 1999, and \$129,500 in fiscal year 2000 for five additional positions, imaging equipment, and the payment of required sales charges in the Deferred Compensation program; and
- \$200,000 in fiscal year 1998 and \$500,000 in fiscal year 1999 for implementation costs associated with the Personnel Cabinet's assumption of responsibility for administration of the health insurance program for state employees as defined in KRS 18A.228.

The Special Provisions of the Executive Branch Appropriations Act (House Bill 321) directs the Personnel Cabinet to report its findings and recommendations related to the Pay Equity Study mandated by the 1996 General Assembly to the Legislative Research Commission for referral to appropriate committees by September 1, 1998.

POSTSECONDARY EDUCATION

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	797,479,000	958,030,600	1,014,076,500	951,436,600	1,016,526,300
Special Appropriation	38,000,000				
Continuing Appropriation	157,700				
Total General Fund	835,636,700	958,030,600	1,014,076,500	951,436,600	1,016,526,300
Restricted Agency Funds					
Balance Forward	52,884,400	195,500	726,000	195,500	726,000
Current Receipts	1,181,442,100	1,297,368,600	1,337,930,400	1,296,826,700	1,337,076,700
Non-Revenue Receipts	4,685,500	6,300,500	4,685,500	5,384,000	4,685,500
Total Restricted Agency Funds	1,239,012,000	1,303,864,600	1,343,341,900	1,302,406,200	1,342,488,200
Federal Funds					
Current Receipts	223,762,200	241,206,600	246,387,800	238,443,600	243,624,800
Non-Revenue Receipts	1,257,500	1,247,000	1,246,000	1,247,000	1,246,000
Total Federal Funds	225,019,700	242,453,600	247,633,800	239,690,600	244,870,800
TOTAL FUNDS	2,299,668,400	2,504,348,800	2,605,052,200	2,493,533,400	2,603,885,300
EXPENDITURES BY CLASS					
Personnel Costs	1,300,083,900	1,419,259,000	1,467,892,800		
Operating Expenses	586,208,200	610,327,300	626,561,200		
Grants, Loans or Benefits	219,702,100	277,519,500	318,485,500		
Debt Service	93,995,500	88,762,600	83,888,100		
Capital Outlay	99,173,200	106,354,400	107,380,100		
Construction	310,000	1,400,000			
TOTAL EXPENDITURES	2,299,472,900	2,503,622,800	2,604,207,700		
EXPENDITURES BY UNIT					
Council on Postsecondary Education	30,006,300	61,194,500	94,629,000	68,082,200	113,718,900
Kentucky Higher Education Assistance Authority	44,585,000	60,200,000	63,082,500	44,488,200	45,093,700
Eastern Kentucky University	166,719,200	170,686,600	175,287,400	170,686,600	175,287,400
Kentucky State University	42,565,000	47,874,400	49,201,300	47,874,400	49,201,300
Morehead State University	101,248,100	104,210,000	109,118,500	104,210,100	109,118,700
Murray State University	96,811,000	99,793,000	101,325,500	99,792,800	101,325,600
Northern Kentucky University	82,347,000	85,006,000	87,984,000	85,006,000	87,984,000
University of Kentucky	1,004,483,000	1,050,022,600	1,075,401,000	1,050,842,700	1,076,244,300
University of Louisville	396,077,100	405,273,000	416,993,500	405,273,000	416,993,500
Western Kentucky University	130,832,000	136,361,000	139,935,000	134,379,000	137,676,000
Kentucky Community and Technical College System	11,768,700	283,001,700	291,250,000	282,172,400	290,397,400
University of Kentucky Community College System	192,030,500				
TOTAL EXPENDITURES	2,299,472,900	2,503,622,800	2,604,207,700	2,492,807,400	2,603,040,800

Postsecondary Education Reform

The enactment of the Postsecondary Education Improvement Act of 1997 was the culmination of months of deliberations that began with Governor Paul Patton's Inaugural Address on December 12, 1995. His statement that "we must have a system of higher education which is more responsive, more efficient, and more relevant" and his promise of increased funding for meaningful change in the system, initiated a process that dramatically altered the landscape of Kentucky postsecondary education.

At Governor Patton's request, the 1996 General Assembly created the Task Force on Postsecondary Education (SCR 93) and charged it with reviewing the status of postsecondary education, including governance and funding, and to report its findings to both the Governor and the Legislative Research Commission. The Task Force was composed of six senators, six representatives, and six members of the executive branch. With help from the National Center for Higher Education Management Systems and the Education Commission of the States, the Governor led the effort resulting in the document *Postsecondary Education in Kentucky: An Assessment*, which was presented to the Task Force in March, 1997, after months of testimony and discussion.

The recommendations that grew out of the *Assessment* were the basis of House Bill 1, the focus of the Extraordinary Session of the General Assembly, which convened on May 12, 1997. After three weeks of intense discussions, Governor Patton signed the Postsecondary Education Reform Act into law on May 30. A 204-page bill, House Bill 1, resulted in numerous changes to the postsecondary education system of the Commonwealth. Perhaps the four most significant were:

- the reorganization and strengthening of the Council on Postsecondary Education (CPE);
- the creation of the Kentucky Community and Technical College System (KCTCS);
- the creation of the Strategic Committee on Postsecondary Education (SCOPE); and
- the change in the funding process for postsecondary education.

The CPE was strengthened in a number of ways, including responsibility for the Commonwealth Virtual University and the clear authority to eliminate academic programs and revise institutional missions. In addition, the Council's coordinating authority now extends to the postsecondary technical institutions that will become part of KCTCS.

KCTCS is a new, ninth institution of postsecondary education in Kentucky to be composed of the 13 University of Kentucky community colleges (Lexington Community College will remain under the jurisdiction of UK) and 25 postsecondary technical schools formerly a part of Kentucky Tech in the Workforce Development Cabinet.

SCOPE is composed of six members of the CPE, plus the CPE President, the Governor and six of his appointees; and 14 designated leaders of the General Assembly (seven from each chamber). Aside from the responsibility to act as a search committee in the selection of the first CPE President, SCOPE's duties are advisory. Its purpose is to act as a forum for leaders from the CPE and executive and legislative branches to engage in discussions about the needs and plans for postsecondary education.

Finally, House Bill 1 made important changes in the way public postsecondary education is funded. Reference to the funding formula has been eliminated from the statutes. In its place, House Bill 1 created six Strategic Investment and Incentive Trust Funds (a Research Challenge Trust Fund; a Regional University Excellence Trust Fund; a Technology Initiative Trust Fund; a Physical Facilities Trust Fund; a Postsecondary Workforce Development Trust Fund; and a Student Financial Aid and Advancement Trust Fund) designed to provide the significant new funding the institutions need to achieve excellence. For fiscal year 1997-98, the General Assembly appropriated an additional \$38 million for postsecondary education including a total of \$15 million as initial investments into the Research Challenge Trust Fund, the Regional University Excellence Trust Fund, and the Postsecondary Workforce Development Trust Fund.

1998-2000 Budget Recommendation

Requested columns in the Postsecondary Education section for the Council on Postsecondary Education, the Universities, and KCTCS represent the recommendations of the Council on Postsecondary Education as provided by KRS 164.020.

As in previous biennia, distribution of expenditures to individual program areas within individual institutions will be made by representatives of the respective institutions based upon appropriations after enactment by the General Assembly.

The budget as recommended by the Governor increases the net operating appropriations of the universities and KCTCS by 2.9 percent in fiscal year 1999 and 2.8 percent in fiscal year 2000. In addition, funding provided to the Strategic Investment and Incentive Trust Funds has been increased from \$15 million in fiscal year 1998 to \$51 million in fiscal year 1999 and to \$95 million in fiscal year 2000. Distribution of the additional appropriations to the Strategic Investment and Incentive Trust Funds will be made by the Council on Postsecondary Education based on criteria developed to achieve the goals established by House Bill 1, the Kentucky Postsecondary Education Improvement Act of 1997, as enacted by the 1997 First Extraordinary Session of the General Assembly.

The information that follows, in most instances, does not include data for the newly created Kentucky Community and Technical College System (KCTCS). The Council on Postsecondary Education will be incorporating KCTCS data into the Postsecondary Education data bases during the upcoming biennium.

POSTSECONDARY EDUCATION
Council on Postsecondary Education

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
General Fund					
Regular Appropriation	10,373,900	55,879,500	89,307,500	64,025,200	109,655,400
Special Appropriation	15,647,900				
Total General Fund	26,021,800	55,879,500	89,307,500	64,025,200	109,655,400
Federal Funds					
Current Receipts	3,984,500	5,315,000	5,321,500	4,057,000	4,063,500
TOTAL FUNDS	30,006,300	61,194,500	94,629,000	68,082,200	113,718,900
EXPENDITURES BY CLASS					
Personnel Costs	3,311,500	3,467,500	3,623,500	3,448,100	3,584,100
Operating Expenses	723,000	723,000	726,000	719,500	720,400
Grants, Loans or Benefits	25,917,300	56,949,500	90,225,000	63,860,100	109,359,900
Capital Outlay	54,500	54,500	54,500	54,500	54,500
TOTAL EXPENDITURES	30,006,300	61,194,500	94,629,000	68,082,200	113,718,900
EXPENDITURES BY UNIT					
Agency Operations	3,709,000	3,848,000	3,994,000	3,828,600	3,954,600
Pass Through Programs	22,097,800	51,366,500	84,642,000	59,985,100	105,484,900
Eisenhower Mathematics and Science Education Act Program	1,044,500	1,100,000	1,100,000	1,100,000	1,100,000
Kentucky Commission on Community Volunteerism and Service	3,155,000	4,880,000	4,893,000	3,172,000	3,185,000
EMPOWER Kentucky General Fund Savings				-3,500	-5,600
TOTAL EXPENDITURES	30,006,300	61,194,500	94,629,000	68,082,200	113,718,900

The Council on Postsecondary Education serves as the representative agency in matters of postsecondary education and in this role brings a statewide perspective to postsecondary education issues and planning. The primary mission of the Council is the coordination and implementation of an effective system of postsecondary education that will meet the current and future educational needs of the Commonwealth. The Council not only has the responsibility for guiding the system, but also serves as an advocate for postsecondary education.

The 1997 First Extraordinary Session of the General Assembly resulted in elimination of the old Council on Higher Education and in its replacement by the Council on Postsecondary Education. The new Council has fewer members in total but added a faculty representative. The new Council's powers are broader with new authority to address unnecessary program duplication, to eliminate academic programs, and to require institutions to refine mission statements and strategic plans so as to conform to a new strategic agenda. House Bill 1, the primary reform bill for postsecondary education, sets out six goals for the postsecondary education system.

The six goals, codified in KRS 164.003 are summarized below:

- A seamless, integrated system of postsecondary education strategically planned and adequately funded to enhance economic development and quality of life.
- A major comprehensive research institution ranked nationally in the top twenty public universities at the University of Kentucky.
- A premier, nationally-recognized metropolitan research university at the University of Louisville.
- Regional universities, with at least one nationally-recognized program of distinction or one nationally-recognized applied research program, working cooperatively with other postsecondary institutions to assure statewide access to baccalaureate and master's degrees of a quality at or above the national average.
- A comprehensive community and technical college system with a mission that assures, in conjunction with other postsecondary institutions, access throughout the Commonwealth to a two year course of general studies designed for transfer to a baccalaureate program, the training necessary to develop a workforce with the skills to meet the needs of new and existing industries, and remedial and continuing education to improve the employability of citizens.
- An efficient, responsive, and coordinated system of autonomous institutions that delivers educational services to citizens in quantities and of a quality that is comparable to the national average.

The Council is the liaison between postsecondary education and other segments of the education community. This role is particularly important in relation to other state agencies relating to elementary and secondary education and those directly impacting postsecondary education. The merger of the Kentucky Tech postsecondary technical institutions into the system of postsecondary education and the creation of a new entity, the Kentucky Community and Technical College System (KCTCS), gives the Council a broader role in coordination of manpower training.

Statutory responsibilities as detailed in KRS Chapter 164 primarily involve: determining the needs of postsecondary education in the Commonwealth; developing and implementing a strategic agenda and strategic implementation plan designed to achieve the legislatively mandated goals for postsecondary education; reviewing, revising, and approving mission statements for the state's universities and KCTCS; coordinating the development and management of a Commonwealth Virtual University; reviewing, modifying, approving and eliminating academic programs; reviewing and recommending funding for the public institutions; administering the strategic investment and incentive trust funds; approving and recommending capital projects; setting tuition rates; maintaining a statewide system of accountability; and, licensing private and proprietary degree-granting and proprietary baccalaureate degree-granting institutions. The Council also is the representative agency of the Commonwealth in postsecondary education matters not specifically delegated by statute to any of the public institutions and for interstate compacts and agreements.

**POSTSECONDARY EDUCATION
Council on Postsecondary Education
Agency Operations**

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
General Fund					
Regular Appropriation	3,061,100	3,848,000	3,994,000	3,828,600	3,954,600
Special Appropriation	647,900				
TOTAL FUNDS	3,709,000	3,848,000	3,994,000	3,828,600	3,954,600
EXPENDITURES BY CLASS					
Personnel Costs	3,053,000	3,192,000	3,338,000	3,172,600	3,298,600
Operating Expenses	601,500	601,500	601,500	601,500	601,500
Capital Outlay	54,500	54,500	54,500	54,500	54,500
TOTAL EXPENDITURES	3,709,000	3,848,000	3,994,000	3,828,600	3,954,600

The Agency Operations program contains all operating activities of the Council and its staff. In addition to general activities, specific programs such as systemwide accountability, strategic agenda and strategic implementation planning, and implementation of the strategic investment and incentive trust funds are funded here as well.

Dues for interstate programs such as participation in the State Postsecondary Education Executive Officers and the Education Commission of the States are budgeted in Agency Operations. Agency activities related to equal opportunity activities also are located in this program. Funding in support of equal opportunity activities at the public colleges and universities is located in Pass Through Programs.

The Council staff is organized into three major areas: Academic Programs, Planning and Accountability (APPA), Finance, Facilities and Data Management (FFDM) and Executive Support.

Academic Programs, Planning and Accountability encompasses all aspects of academic program review and approval including modification and elimination of academic programs, licensure of private and proprietary, degree-granting postsecondary education institutions, establishing minimum admission standards, development and implementation of a system of accountability, and, strategic agenda and strategic implementation plan development. The unit is responsible for liaison with the state Department of Education, the Workforce Development Cabinet and local education agencies. Activities related to the reform of elementary and secondary education are organized under APPA. The APPA unit shares responsibility with FFDM for the development of the strategic investment and incentive trust fund criteria.

The FFDM unit serves as the review arm of the Council for budget, capital construction, tuition, and other areas with financial implications including development and implementation of a system of performance funding. The FFDM unit also directs the Council's data collection activities with public and private institutions and is responsible for the residency classification of students for tuition assessment purposes. Finance, Facilities and Data Management serves as the primary unit for the implementation of the strategic investment and incentive trust funds.

The Executive Support area administers the day-to-day operation of the agency including budgeting, personnel, purchasing, legal services and equal opportunity programs. The Office of the President oversees the operation of the agency and represents the agency to the public and other governmental units, federal and state. All business functions, payroll, personnel, budget, accounting and purchasing are housed within the Executive Support category. Additional support funds, appropriated in the 1997 First Extraordinary Session, are to be used for regional advisory groups and to support Council operations as they relate to the postsecondary education reform effort.

Development of the Commonwealth Virtual University is a shared responsibility among the three units within the Council.

POSTSECONDARY EDUCATION
Council on Postsecondary Education
Pass Through Programs

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
General Fund					
Regular Appropriation	7,097,800	51,366,500	84,642,000	59,985,100	105,484,900
Special Appropriation	15,000,000				
TOTAL FUNDS	22,097,800	51,366,500	84,642,000	59,985,100	105,484,900
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	22,097,800	51,366,500	84,642,000	59,985,100	105,484,900
EXPENDITURES BY UNIT					
Investment and Incentive Trust Funds	15,000,000	44,000,000	77,000,000	51,000,000	95,000,000
Contract Spaces	2,246,900	2,220,500	2,328,500	2,220,500	2,328,500
EPSCoR	2,200,000	3,000,000	3,000,000	2,324,000	2,324,000
Rural Allied Health and Nursing Program	373,500	394,500	416,000	394,500	416,000
Professional Education Preparation Program	293,400	310,000	327,000	310,000	327,000
Minority Student College Preparation Program	198,600	269,500	281,000	209,500	221,000
Telecommunications Consortium (ETV)	167,700	177,000	187,000	177,000	187,000
Metroversity Consortia	53,000	56,000	59,000	56,000	59,000
KEYS to KERA	64,700	68,500	72,500	68,500	72,500
State Autism Training Center	200,000	211,500	223,000	211,500	223,000
Osteopathic Medicine Scholarship Program				1,026,000	1,664,400
Paducah Regional Higher Education Center	1,300,000	125,000	180,000	125,000	180,000
SREB Compact for Faculty Diversity		34,000	68,000		
Commonwealth Virtual University		500,000	500,000		
UK: Paducah Engineering Instructional Support					450,000
KCTCS: Lees College (Hazard Community College) Funds Replacement				1,500,000	1,500,000
UL: Labor Management Center Expansion				182,600	182,600
UL: Glasgow Residency Program Expansion				180,000	349,900
TOTAL EXPENDITURES	22,097,800	51,366,500	84,642,000	59,985,100	105,484,900

The Council on Postsecondary Education has been designated as the receiving agency for several programs. Funds are appropriated to the Council and subsequently "passed-through" to other agencies or entities. Included as new programs this biennium are the Strategic and Investment and Incentive Trust Fund Program as provided by the Kentucky Postsecondary Education Improvement Act of 1997 and the Osteopathic Medical Scholarship Program.

The Council monitors the implementation of the programs but is not responsible for actual day-to-day operations. For purposes of display, these programs have been grouped together under the heading of Pass Through Programs. A brief description of each program is provided below. Funding for the Pass Through Programs as a group, excluding the new Strategic Investment and Incentive Trust Fund Program and the Osteopathic Medicine Scholarship Program, was increased three percent each year of the biennium.

The **Strategic Investment and Incentive Trust Funds** were created as a result of the Kentucky Postsecondary Education Improvement Act of 1997 (HB 1) and fundamentally changed the funding process for postsecondary education. Appropriations for six Strategic Investment and Incentive Trust Funds (a Research Challenge Trust Fund; a Regional University Excellence Trust Fund; a Technology Initiative Trust Fund; a Physical Facilities Trust Fund; a Postsecondary Workforce Development Trust Fund; and a Student Financial Aid and Advancement Trust Fund) are made to the Council which is responsible for establishing criteria and distributing these funds to postsecondary institutions in a manner which will allow the Commonwealth to reach the six goals established in House Bill 1.

The Governor's recommended budget provides funding to the individual Strategic Investment and Incentive Trust Funds as recommended by the Council on Postsecondary Education with the exception of the Student Financial Aid and Advancement Trust Fund. The Governor's recommended budget for this Trust Fund is designed to fully fund the state's need based programs (CAP, KTG) and the Teacher Scholarship Program. In addition, the fiscal year 2000 recommendation provides \$10 million for a new merit-based financial aid program which will be authorized through enabling legislation by the 1998 General Assembly.

Funding for debt service in the amount of \$29 million in fiscal year 2000 is included in the Physical Facilities Trust Fund to support bonds for projects with a total cost of \$279.85 million. Funding for debt service in the amount of eight million dollars in fiscal year 2000 is included in the Technology Initiative Trust Fund to support bonds for projects with a total cost of \$55 million.

<u>Fund</u>	<u>1997-98</u>	<u>1998-99</u>	<u>1999-00</u>
Research Challenge Trust Fund	6	16	16
Regional University Excellence Trust Fund	6	7	7
Technology Initiative Trust Fund		8	12
Physical Facilities Trust Fund			29
Workforce Development Trust Fund	3	6	6
Student Financial Aid and Advancement Trust Fund		14	25
TOTAL	<u>15</u>	<u>51</u>	<u>95</u>

The **Contract Spaces Program** provides students with access to Veterinary Medicine and Optometry programs through contracts administered by the Southern Regional Education Board (SREB). Veterinary Medicine spaces are provided at Auburn University and Tuskegee Institute. Optometry spaces are provided at the Southern College of Optometry, the University of Alabama, and Indiana University. Contract fees guarantee a fixed number of spaces in these academic programs for qualified Kentucky residents. Enrolled students are assured in-state fees or, in the case of private institutions, are charged a lower tuition. Contract funds also cover the Small Grants program, which covers travel expenses for faculty when travel is necessary to gain access to specialized equipment and other resources. As a member of the SREB, a regional compact of 15 southern and eastern states, Kentucky underwrites a portion of SREB central administration costs.

The Contract Spaces Program is based on a sharing concept whereby institutions make available a certain number of training spaces that are, in turn, committed to contracting states. The SREB coordinates this process and facilitates planning activities by assessing needs and allocating available spaces to meet needs. Training spaces in these professional areas are limited, and the Contract Spaces program is the only source of significant educational opportunities in these areas for Kentucky students.

Funding for Veterinary Medicine spaces is based on entering class sizes of 34 at Auburn and two at Tuskegee. Funding for Optometry Spaces is based on entering class sizes of eight at Southern, three at Alabama, and three at Indiana University.

The **Experimental Program to Stimulate Competitive Research (EPSCoR)** is a unique infrastructure-building effort initiated by the National Science Foundation (NSF) in 1978 that encourages local action to develop long-term improvements in a state's science and engineering enterprise.

The Kentucky EPSCoR program began with a planning grant in 1985 and a five-year \$16.5 million program began in 1986. That program was funded based on a dollar-for-dollar match between state General Funds and federal funds through NSF. Since that time, the program has grown to one that also includes the federal Department of Defense, Department of Energy, the Environmental Protection Agency (EPA), the National Aeronautics and Space Administration (NASA), and the National Institutes of Health. The Kentucky EPSCoR program is administered by the Kentucky Science and Technology Council (KSTC) through an agreement with the Kentucky Statewide EPSCoR Committee. The Kentucky EPSCoR program has and continues to successfully compete for federal EPSCoR and EPSCoR type funds.

Funding provided will be used for matching federal funds received for EPSCoR and EPSCoR type programs designed to enhance Kentucky's basic science and engineering infrastructure as well as for necessary administrative costs by the KSTC limited to not more than four percent of the appropriation in each fiscal year.

The basic purpose of the **Professional Education Preparation (PEP) Program** is to increase the proportion of students from health manpower shortage counties (primarily rural) who apply to, are accepted by, and graduate from, medical and dental school. The program is based on the premise that students from underserved areas are more likely to return to these areas than are other students. The program consists of several elements designed to enhance the academic skills of target area students including Pre-Freshman Workshops, Undergraduate Training Conferences, Assessment Conferences, and Practice MCAT/DAT Seminars. Funding for the **Rural Allied Health and Nursing Program** was first provided by the 1990 General Assembly to support the delivery of health science programs in rural areas. Funding is allocated to four regional universities (EKU, MoSU, MuSU, WKU) based on individual project proposals.

The **Kentucky Telecommunications Consortium (ETV)** was established in 1978 with funding provided through the budget of the Council on Postsecondary Education. Programming and any needed staff services are provided by Kentucky Educational Television through a Memorandum of Agreement with the Council on Postsecondary Education. The Consortium pays for telecourse rental costs for courses which can be used on the ETV network and for which students can receive college credit. With the funds made available by the Council on Postsecondary Education, Kentucky Educational Television provides management, promotion, and broadcast services for the Consortium.

Since the late 1970s, the Council on Postsecondary Education has supported cooperative activities among and services to twelve postsecondary education institutions in the Greater Louisville area through the interstate **Metroversity Consortium**. On behalf of the participating institutions, Metroversity operates the Educational Opportunity Center, a cross-registration program, student and faculty competitions and activities, and interlibrary courier service. The Consortia also maintains a cable TV channel for institutional use. State funds represent less than 10 percent of Metroversity's total budget.

The primary impact of the Metroversity Consortia is to provide, through a sharing of resources and effort, a wide range of services to students, faculty, institutions, and citizens of the Greater Louisville area. Through cooperative arrangements developed and administered by Metroversity, services that would normally be beyond the capability of a single institution are cost-effectively made available to all seven member institutions. The following are examples: Cross-registration program – 500 students annually; Library Exchange – 20,000 volumes exchanged annually; Student Competitions – 700-1,000 students annually; Faculty Exchanges – involves seven institutions; Cable TV Offerings – five hours per day, five days per week; and Educational Opportunity Center – 3,000 clients annually.

As part of its overall efforts in support of elementary and secondary education reform, the Council supports service learning activities through the **KEYS (Kentucky Education through Youth Service) to KERA** program formerly known as CampusServe and before that as Destination Graduation. Federal funds, sponsored by the federal corporation for National and Community Service and administered through the University of Kentucky, on behalf of the Community College System, provide the support for service learning activities throughout the Commonwealth. The state funds contained in the 1998-2000 budget represent the Council's financial commitment in support of the federal grant. Students are encouraged to participate in Learn and Serve activities, those which combine traditional learning with service. Currently, Keys to KERA involves over 25 institutions and 2,000 students in various activities which provide services to over 10,000 Kentuckians. The Council on Postsecondary Education's participation in the program derives from Joint Resolution 54 (enacted in 1990), which encouraged the Council to support implementation of KERA and from the Council on Postsecondary Education's Strategic Plan.

In fiscal year 1987, the Commonwealth expanded its commitment to the recruitment and retention of minority students at traditionally white public higher education institutions through an initiative called the **Minority Student College Preparation Program**. Middle school students are acquainted with a college campus and encouraged to prepare for college enrollment. The program is designed to be administered in a cooperative fashion between the Council on Postsecondary Education and the seven traditionally white institutions across the state, and a limited number of special providers who influence college going decisions.

The major goals of the program are: to make young African-American students aware of college and to realize it as an achievable option in their future; reduce the high school drop-out rate for African-American high school students; to increase the recruitment, retention and graduation of minority students; and, to prepare these students to do well in college once enrolled. Approximately 1,200 minority students enrolled in middle schools will be involved in activities funded through this program during each year of the biennium. Activities include academic enrichment classes; counseling, tutoring, and test-taking exercises to assist in overcoming academic deficiencies; and intensive on-campus summer experiences for over 400 students. Colleges also promote workshops on student financial aid, values, careers, and how to succeed in college.

Funding previously provided for **the Regional Higher Education Center in Paducah** in the 1996-98 biennium is now included in the budgets of Murray State University and the University of Kentucky. Funding recommended for the 1998-2000 biennium will be made available to Murray State University to offset lease purchase payments for the Crisp Center.

The 1996-98 budget provided \$200,000 in fiscal year 1998 to implement the provisions of House Bill 159, as enacted by the 1996 General Assembly, regarding the establishment and operation of a **State Autism Training Center**. The Council on Postsecondary Education contracts with the University of Louisville to provide training and support for individuals involved in the delivery of services for persons diagnosed as being autistic or having autistic related disorders.

Policy

Funding in the amount of \$1,026,000 in fiscal year 1999 and \$1,664,400 in fiscal year 2000 is provided for the **Osteopathic Medicine Scholarship Program**. Policy development and direction will be provided by the Council, however, actual day-to-day administration of the program is expected to be the responsibility of the Kentucky Higher Education Assistance Authority. The program is designed to provide scholarships to students of the Pikeville College of Osteopathic Medicine in an amount which will reduce the tuition cost of these students to the same rate paid by in-state medical students at the University of Kentucky and the University of Louisville. Enabling legislation by the 1998 General Assembly will be required.

Funding in the amount of \$450,000 in fiscal year 2000 is provided to support a full complement of faculty and operational costs associated with the University of Kentucky College of Engineering's implementation of undergraduate engineering programs in Paducah.

Funding in the amount of \$1.5 million in fiscal year 1999 and \$1.5 million in fiscal year 2000 is provided to replace Robinson Forest Trust funds previously used to support the Lees College Branch of Hazard Community College.

Funding in the amount of \$182,600 in fiscal year 1999 and \$182,600 in fiscal year 2000 is provided to expand the services of the Labor Management Center at the University of Louisville's College of Business and Public Administration.

Funding in the amount of \$180,000 in fiscal year 1999 and \$349,900 in fiscal year 2000 is provided to the University of Louisville to expand the Family Practice Residency Program in Glasgow, initially funded during the 1996-98 biennium.

POSTSECONDARY EDUCATION
Council on Postsecondary Education
Eisenhower Mathematics and Science Act Program

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
Federal Funds					
Current Receipts	1,044,500	1,100,000	1,100,000	1,100,000	1,100,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	1,044,500	1,100,000	1,100,000	1,100,000	1,100,000

The Dwight D. Eisenhower Mathematics and Science Education State Grant Program is designed to improve the skills of teachers and the quality of instruction in mathematics and science in the nation's public and private elementary and secondary schools. It provides financial assistance to states through activities implemented by state and local education agencies, state agencies for postsecondary education, and institutions of postsecondary education. A major focus is to increase instructional and career opportunities for under-represented and under-served populations in scientific and technical fields. Funds are distributed to a state based on a formula that considers its school-age population and the number of children identified as economically disadvantaged. The Council is responsible for administering Kentucky's share of the funds for use by public and independent institutions for postsecondary education.

POSTSECONDARY EDUCATION
Council on Postsecondary Education
Kentucky Commission on Community Volunteerism and Service

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Recommended FY 1999</u>	<u>Recommended FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	215,000	665,000	671,500	215,000	221,500
Federal Funds					
Current Receipts	2,940,000	4,215,000	4,221,500	2,957,000	2,963,500
Total Federal Funds	<u>2,940,000</u>	<u>4,215,000</u>	<u>4,221,500</u>	<u>2,957,000</u>	<u>2,963,500</u>
TOTAL FUNDS	<u>3,155,000</u>	<u>4,880,000</u>	<u>4,893,000</u>	<u>3,172,000</u>	<u>3,185,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	258,500	275,500	285,500	275,500	285,500
Operating Expenses	121,500	121,500	124,500	121,500	124,500
Grants, Loans or Benefits	2,775,000	4,483,000	4,483,000	2,775,000	2,775,000
TOTAL EXPENDITURES	<u>3,155,000</u>	<u>4,880,000</u>	<u>4,893,000</u>	<u>3,172,000</u>	<u>3,185,000</u>

The Kentucky Commission on Community Volunteerism and Service was created under the authority of the National and Community Service Trust Act of 1993 and is funded primarily through the Corporation for National and Community Service. The Kentucky Commission on Community Volunteerism and Service serves as a catalyst to engage citizens in volunteer efforts to address social problems within the Commonwealth. The primary programs operated by the Kentucky Commission on Community Volunteerism and Service are AmeriCorps and Learn and Serve which assist local communities in developing volunteer services. Annually, Learn and Service Community-Based programs engage over 10,000 students and more than 100,000 community volunteers throughout the state in a variety of activities which address the needs of Kentucky communities and neighborhoods. State appropriations represent required matching funds for the administration of the program in order to remain eligible to receive federal funds.

POSTSECONDARY EDUCATION
Kentucky Higher Education Assistance Authority

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	30,103,200	45,333,500	48,492,000	30,603,200	30,603,200
Continuing Appropriation	123,800				
Total General Fund	30,227,000	45,333,500	48,492,000	30,603,200	30,603,200
Restricted Agency Funds					
Balance Forward	653,000	195,500	195,500	195,500	195,500
Current Receipts	13,277,500	13,950,000	14,590,500	13,885,000	14,490,500
Non-Revenue Receipts		916,500			
Total Restricted Agency Funds	13,930,500	15,062,000	14,786,000	14,080,500	14,686,000
Federal Funds					
Current Receipts	623,000				
TOTAL FUNDS	44,780,500	60,395,500	63,278,000	44,683,700	45,289,200
EXPENDITURES BY CLASS					
Personnel Costs	7,071,500	8,000,500	8,688,500	7,935,500	8,588,500
Operating Expenses	4,027,500	4,296,500	4,697,500	4,296,500	4,697,500
Grants, Loans or Benefits	32,850,000	46,250,000	48,492,000	30,603,200	30,603,200
Debt Service			938,000		938,000
Capital Outlay	326,000	253,000	266,500	253,000	266,500
Construction	310,000	1,400,000		1,400,000	
TOTAL EXPENDITURES	44,585,000	60,200,000	63,082,500	44,488,200	45,093,700
EXPENDITURES BY UNIT					
General Administration and Support	11,735,000	13,950,000	14,590,500	13,885,000	14,490,500
Student Aid	32,850,000	46,250,000	48,492,000	30,603,200	30,603,200
TOTAL EXPENDITURES	44,585,000	60,200,000	63,082,500	44,488,200	45,093,700

The Kentucky Higher Education Assistance Authority's (KHEAA) mission is to serve the Commonwealth by providing statewide programs of financial assistance and related services to enable students to pursue postsecondary education programs. The statewide objective is to expand the opportunities for persons to attend eligible postsecondary institutions by providing student financial aid which facilitates both access to and choice among public and independent institutions in keeping with each person's educational and career objectives as provided under KRS 164.740-164.785.

POSTSECONDARY EDUCATION
Kentucky Higher Education Assistance Authority
General Administration and Support

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Recommended FY 1999	Recommended FY 2000
Restricted Agency Funds					
Balance Forward	457,500				
Current Receipts	11,277,500	13,950,000	14,590,500	13,885,000	14,490,500
TOTAL FUNDS	11,735,000	13,950,000	14,590,500	13,885,000	14,490,500
EXPENDITURES BY CLASS					
Personnel Costs	7,071,500	8,000,500	8,688,500	7,935,500	8,588,500
Operating Expenses	4,027,500	4,296,500	4,697,500	4,296,500	4,697,500
Debt Service			938,000		938,000
Capital Outlay	326,000	253,000	266,500	253,000	266,500
Construction	310,000	1,400,000		1,400,000	
TOTAL EXPENDITURES	11,735,000	13,950,000	14,590,500	13,885,000	14,490,500

The Kentucky Higher Education Assistance Authority (KHEAA) is statutorily responsible for administration of state grant, work-study, scholarship, and college savings programs for postsecondary students, dissemination of postsecondary school and financial aid information, and is the designated guarantor of insured student loans under the Higher Education Act of 1965, as amended, for Kentucky and Alabama. It provides administrative services at no cost to the Kentucky Department of Education for its Minority Educator Recruitment and Retention program and Occupational/Physical Therapy Incentive Program and to the Kentucky National Guard for its Tuition Assistance Program. The Kentucky Higher Education Assistance Authority is also expanding its guarantee service to other areas which promotes opportunities for students in the areas it serves and provides economic benefits to the Commonwealth.

Policy

The Governor's recommendation provides additional restricted funds in the amount of \$142,000 in fiscal year 1998, \$745,500 in fiscal year 1999 and \$1,334,000 in fiscal year 2000 to continue the internal expansion of defaulted student loans prevention and collection services. Also included in restricted funds is \$310,000 in fiscal year 1998, \$1,400,000 in fiscal year 1999, and \$938,000 in fiscal year 2000 for the purchase of land and the construction of an office building.

POSTSECONDARY EDUCATION
Kentucky Higher Education Assistance Authority
Student Aid

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Recommended FY 1999</u>	<u>Recommended FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	30,103,200	45,333,500	48,492,000	30,603,200	30,603,200
Continuing Appropriation	123,800				
Total General Fund	<u>30,227,000</u>	<u>45,333,500</u>	<u>48,492,000</u>	<u>30,603,200</u>	<u>30,603,200</u>
Restricted Agency Funds					
Balance Forward	195,500	195,500	195,500	195,500	195,500
Current Receipts	2,000,000				
Non-Revenue Receipts		916,500			
Total Restricted Agency Funds	<u>2,195,500</u>	<u>1,112,000</u>	<u>195,500</u>	<u>195,500</u>	<u>195,500</u>
Federal Funds					
Current Receipts	623,000				
TOTAL FUNDS	<u>33,045,500</u>	<u>46,445,500</u>	<u>48,687,500</u>	<u>30,798,700</u>	<u>30,798,700</u>
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	32,850,000	46,250,000	48,492,000	30,603,200	30,603,200
EXPENDITURES BY UNIT					
College Access Program	20,150,000	30,391,000	32,136,000	19,452,700	19,452,700
Kentucky Tuition Grants	8,591,500	11,805,000	12,302,000	8,055,500	8,055,500
Teacher Scholarships	1,608,500	2,554,000	2,554,000	1,595,000	1,595,000
Work-Study	1,000,000	1,500,000	1,500,000		
National Guard Tuition Awards	1,500,000			1,500,000	1,500,000
TOTAL EXPENDITURES	<u>32,850,000</u>	<u>46,250,000</u>	<u>48,492,000</u>	<u>30,603,200</u>	<u>30,603,200</u>

The Kentucky Higher Education Assistance Authority (KHEAA) administers the following student aid programs and the Kentucky Educational Savings Plan Trust at no cost to the General Fund.

The College Access Program (CAP) awards grants to Kentucky's financially-needy, undergraduate students enrolled in a public or private non-profit college, public vocational-technical schools, or proprietary schools.

The Kentucky Tuition Grant (KTG) program provides need-based grants to qualified Kentucky students who choose to attend one of the Commonwealth's 19 participating independent non-profit colleges and is designed to assist full-time students with tuition charges at these schools.

The Teacher Scholarship program is designed to assist highly qualified, financially-needy, Kentucky students with the postsecondary costs incurred while seeking initial teacher certification. Recipients must agree to render qualified teaching service in the Commonwealth.

The Work-Study program allows students to work and earn funds to apply toward college expenses while gaining valuable career-related work experience. It provides contacts in a student's career field and creates a valuable work ethic for the student.

The Kentucky National Guard Tuition Award program provides tuition assistance to active members of the Kentucky National Guard to attend Kentucky's state-supported postsecondary educational institutions. The Department of Military Affairs selects the recipients and KHEAA send the awards to the students.

Policy

The Governor's recommendation fully funds the request for the Kentucky National Guard Tuition Assistance program with an additional \$500,000 in General Funds in each year of the 1998-2000 biennium. Although requested in the Department of Military Affairs, KHEAA will continue to supply the grants to the students.

UNIVERSITY MISSION STATEMENTS

The Postsecondary Education Improvement Act of 1997 (House Bill 1) as enacted by the 1997 First Extraordinary Session of the General Assembly created the Council on Postsecondary Education. Among the duties enumerated for the new Council was the responsibility to "review, revise, and approve the missions of the state universities and the Kentucky Community and Technical College System" (KCTCS). The following mission statements were approved by the Council on Higher Education on July 11, 1994. During the 1998-2000 biennium these mission statements will be reviewed and revised as necessary by the new Council on Postsecondary Education. In addition, the Council on Postsecondary Education will develop a mission statement for the new entity, the Kentucky Community and Technical College System, created by House Bill 1.

Mission Statement Eastern Kentucky University Revised July 11, 1994

Eastern Kentucky University shall serve the citizens of the Commonwealth of Kentucky as a comprehensive, regional university, providing instruction, public service and research.

Geographic Region

In the development and offering of its programs and services, the University shall place priority on meeting the needs of the citizens of central, eastern, and southeastern Kentucky.

Institutional Admission Standards

Eastern Kentucky University shall admit students to the institution under selective admission standards which exceed the minimum guidelines established by the Council on Higher Education, with only limited exceptions. Institutional standards shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide both broad access and high-quality programs.

Degree Levels

The University shall offer selected undergraduate programs, pre-professional curricula, and selected master's and education specialist programs determined to meet demonstrated student interest and/or societal needs. Special attention shall be paid to the educational needs of the University's service region. Certificate programs shall not be offered unless they are integral to associate or baccalaureate programs.

Strategic Directions/ Program Priorities

Eastern Kentucky University shall: continue its tradition as an educator of classroom teachers and school administrators; support the needs of Kentucky's business community; respond to appropriate societal needs and public policy objectives; and respond to the region's technical education needs. These strategic directions translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the certificate [C], associate [A], baccalaureate [B], master's [M], and education specialist [S] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by level are included in brackets]* -- agricultural business [A, B - 01]; conservation and renewable natural resources [B - 03]; marketing [B - 08]; communications [B - 09]; computer and information sciences [B - 11]; education [A, B, M, S - 13]; engineering technologies [A, B, M - 15]; home economics [B, M - 19]; vocational home economics [A - 20]; legal studies [A, B - 22]; English and literature [M - 23]; liberal arts [B - 24]; biological sciences [B, M - 26]; mathematics [B, M - 27]; parks, recreation and leisure [B, M - 31]; physical sciences [M - 40]; psychology [M, S - 42]; protective services [C, A, B, M - 43]; public administration and services [B, M - 44]; social sciences [M - 45]; precision production trades [A - 48]; transportation [B - 49]; fine arts [B, M - 50]; health professions [C, A, B, M - 51]; and business management [A, B, M - 52].

Enhancement of Instruction

The primary mission of the University shall be to provide its students instruction of the highest possible quality. The University shall utilize information obtained through its assessment processes to enhance the quality of its instructional programs.

**Public Service and
Research Functions**

The public service efforts of Eastern Kentucky University shall be designed to meet the needs of its service region and be related to its academic programs and capabilities. The continuing education requirements of the region's public school personnel and assistance in economic development should receive special emphasis. Research shall support the primary function of instruction, supplement the University's public service efforts, and advance knowledge in the subject matter areas with which the University is concerned. The University shall develop cooperative applied research and teaching programs using such resources as Maywoods, Lilley Cornett Woods, and Pilot Knob Sanctuary.

Collaborative Ventures

As a member of the Commonwealth's higher education system, it is incumbent on the University to cooperate with the other institutions, the Council on Higher Education, and other state and federal agencies in fulfilling the strategic mission for higher education in Kentucky. This shall include the appropriate and efficient use of telecommunications technology. Further, to the extent possible, the University should foster articulation between its programs and those of other institutions, both public and private, which emphasizes the transfer of credits from other institutions toward degree completion.

**Efficiency and
Effectiveness**

Eastern Kentucky University shall insure that its resources are expended in a manner consistent with its mission. This shall include the promotion of cost effectiveness in academic programming and institutional management. Strategic planning shall include both the identification of programs which are no longer responsive to a societal need or are unnecessarily duplicative of those of another institution and the development of carefully selected new programs compatible with this mission. Measures of quality and performance shall be integral to the University's assessment and accountability systems which promote continuous improvement of programs and services.

**Mission Statement
Kentucky State University
Revised July 11, 1994**

Kentucky State University is the state's unique, small, liberal studies institution with the lowest student-faculty ratio in the state system. The University shall serve as a residential institution with a range of traditional collegiate programs appropriate to its unique role.

Geographic Region

Kentucky State University's geographic region shall be statewide for its liberal studies mission, its land grant functions, and its service to state government. In addition, Kentucky State University's primary service area for commuting students shall be for Franklin and contiguous counties.

Institutional Admission Standards

Kentucky State University shall admit students to the institution under selective admission standards which exceed the minimum guidelines established by the Council on Higher Education, with only limited exceptions. Institutional guidelines shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide broad access and high-quality programs.

Degree Levels

Selected associate degree and baccalaureate degree programs shall be oriented toward liberal studies and selected career opportunities related to state government services. Kentucky State University shall offer selected master's degree programs based on demonstrated need, with priority given to a public administration curriculum to meet the needs of state government.

**Strategic Directions/
Program Priorities**

The University shall focus on liberal studies programming. Drawing upon its African-American heritage, the University will promote the values and methods of interdisciplinary and multicultural education in its liberal studies offerings. All students shall participate in common curricula that explore the liberal studies. Drawing upon the multicultural strengths of the University, emphasis shall be placed on preparing minority students for careers in education and in other selected professions including business, computer science, nursing, human services, and public services. These strategic priorities translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the associate [A], baccalaureate [B], and master's [M] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by level are included in brackets]* -- education [B - 13]; business [B - 52]; computer science [A, B, - 11]; nursing [A - 51]; home economics [B - 19]; human services [B - 43, 45]; and public administration [B, M - 44].

Enhancement of Instruction

The University shall emphasize teaching. Meeting student needs shall be paramount. The University shall focus on the needs of its students, which include, but are not limited to, full-time and part-time residential students, commuting students from its primary service area, and state governmental employees.

Service and Research Functions

Kentucky State University, as the 1890 land grant institution in the system, shall carry out its responsibilities under federal law and participate fully in appropriate U.S. Department of Agriculture programs, in accord with the mission of the University.

Kentucky State University shall be the major repository for the collection of books, records, and artifacts relative to the history and status of African-American citizens of the Commonwealth and elsewhere. The University shall make such materials available for casual and scholarly study.

Kentucky State University shall focus on meeting the applied research and service needs of state government.

Collaborative Ventures

The priority master's degree program offered by Kentucky State University shall be carefully articulated with related doctoral programs offered by the doctoral-granting institutions in the system. The University shall develop and employ telecommunication resources to communicate with other institutions in the fulfillment of its mission. Curriculum development shall emphasize the transfer of credits from other institutions toward degree completion.

Efficiency and Effectiveness

Kentucky State University shall promote cost effectiveness in academic programming and institutional management. Strategic planning resulting in the elimination of duplicative or nonproductive programs is essential while the development of carefully selected new programs compatible with this mission is appropriate. Measures of quality and performance shall be the foundation of the University's accountability system which promotes the continuous improvement of programs and services.

**Mission Statement
Morehead State University
Revised July 11, 1994**

Morehead State University shall serve as a comprehensive, regionally focused university providing high-quality instruction at the undergraduate and master's degree levels.

Geographic Region

Its programs shall serve primarily the citizens of northeastern and eastern Kentucky.

Institutional Admission Standards

Morehead State University shall admit students to the institution under selective admission standards which exceed the minimum guidelines established by the Council on Higher Education, with only limited exceptions. Institutional guidelines shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide both broad access and high quality programs.

Degree Levels

The University shall offer selected baccalaureate degree programs and selected associate degree programs to meet the educational, economic, and cultural needs of the region. Subject to demonstrated need, selected master's degree programs as well as specialist programs in education shall be offered.

**Strategic Directions/
Program Priorities**

Recognizing the uniqueness of its service region, the University shall stress teacher-preparation programs. Based on constituent needs and on the academic strengths of Morehead State University, academic priorities in addition to programs in the traditional collegiate and liberal studies areas shall include business, nursing and allied health sciences, and fine arts. These strategic priorities translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the associate [A], baccalaureate [B], master's [M] and education specialist [S] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by level are included in brackets]* -- education [B, M, S - 13]; communications [M - 09]; English and literature [M - 23]; biological sciences [M - 26]; psychology [M - 42]; social sciences [B, M - 45]; business [A, B, M - 52]; nursing and allied health sciences [A, B, - 51]; fine arts [B, M - 50].

Enhancement of Instruction

Morehead State University recognizes teaching and meeting the academic needs of students as its paramount responsibilities.

Service and Research Functions

The University shall create centers to facilitate applied research, organized public service, and continuing education directly related to the needs of business, industry, and the local schools in the primary service region.

Collaborative Ventures

Emphasis shall be placed on developing and delivering cooperative programming with other higher education institutions and area school systems as well as partnerships with business and industry. The University shall develop and employ technological resources to communicate with other institutions in the fulfillment of its mission. Student advising, articulation agreements, curriculum development, and electronic technology will be employed to facilitate transfer of credits from other institutions toward degree completion.

Efficiency and Effectiveness

Morehead State University shall promote cost effectiveness in academic programming and institutional management. Strategic planning resulting in the elimination of duplicative or unproductive programs is essential while the development of carefully selected new programs compatible with this mission is appropriate. Measures of quality and performance shall be the foundation of the University's accountability system which promotes continuous improvement of programs and services.

**Mission Statement
Murray State University
Revised July 11, 1994**

Murray State University serves as a residential, regional university offering core programs in the liberal arts, humanities, sciences and selected high-quality professional programs.

Geographic Region

Murray State University's programs serve the west Kentucky region.

Institutional Admission Standards

Murray State University shall admit students to the institution under selective admission standards which exceed the minimum established by the Council on Higher Education, with only limited exceptions. Institutional guidelines shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide both broad access and high-quality programs.

Degree Levels

Murray State University shall emphasize selected undergraduate associate and baccalaureate programs of distinctive quality. Subject to demonstrated need, a limited number of master's degree programs as well as the specialist program in education shall be offered.

**Strategic Directions/
Program Priorities**

Murray State University shall prepare graduates who can function in a culturally diverse and increasingly interdependent world, by making a commitment to international education as an integral dimension of the university experience. The highest priority of the University is given to academic programs of distinctive quality in the core liberal arts and sciences, and to those programs that meet regional needs by preparing graduates in the essential professions of education, business, health services and applied technologies. In response to additional demonstrated demand, the University's academic priorities also include programs in communications, human services, and selected areas in agriculture. These strategic priorities translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the associate [A], baccalaureate [B], master's [M] and education specialist [S] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by degree level are included in brackets]* -- liberal arts and sciences [A, B - 24; B, M - 40; M - 23, 26, 27, 42, 45]; education [A, B, M, S - 13]; business [A, B, M - 52]; health services [B, M - 51]; applied technologies [B - 11, 14; A, B, M - 15]; communications [B, M - 09]; human services [B - 19; B, M - 31, 44]; and agriculture [A, B, M - 02].

**Enhancement of
Instruction**

At Murray State University, instructional enhancement is based on continuous program review and assessment of individual student knowledge and performance. Fostering student-centered learning and development is the primary goal of faculty and staff. Through honors programs, international education, cooperative education/internship experiences, co-curricular activities, and projects that demonstrate creativity, research skills, and technical mastery, the University offers students a challenging academic environment.

Research and Service Functions

Murray State University shall assist the region with research and service and promote and support economic development. To assure quality regional services without diminishing the role of teaching, the University rewards differentiated faculty roles for teaching, research, and service. Faculty evaluation is based upon systematic portfolio review. Regional needs of schools, businesses, and health and human services are served by the University's priority programs. The University reaffirms its commitment to assisting schools with the implementation of Kentucky education reform. Fine arts and cultural programming provide the region with culturally diverse enrichment and entertainment.

Academic research is expected of all faculty for enhancement of instruction and currency in the discipline. Research and service related to the unique features and needs of the region are emphasized. Murray State University, as a designated Center of Excellence for Reservoir Research, places particular emphasis on research and service which support the objectives of the Center.

Collaborative Ventures

Murray State University shall seek cooperative programming with other institutions of higher education, regional industry, businesses, and schools. Curriculum development shall emphasize the transfer of credits from other institutions toward degree completion. Models for collaborative programming exist throughout the University. Especially significant is the telecommunications network in partnership with other institutions of higher education, schools, businesses, health and human service agencies, and training and testing services. The University also engages in exchange agreements with a number of foreign universities and with joint doctoral programs.

Efficiency and Effectiveness

Murray State University shall promote cost effectiveness in academic planning and institutional management by basing budget priorities on strategic planning and measures of quality of performance which promote continuous improvement of programs and services. Strategic planning resulting in the elimination of duplicative and unproductive programs is essential, while the development of carefully selected new programs compatible with this mission is appropriate.

Mission Statement
Northern Kentucky University
Revised July 11, 1994

Northern Kentucky University has a singular mission within the Commonwealth as a metropolitan and regional institution. Northern Kentucky University offers community college, baccalaureate, graduate, and professional programs addressing the educational needs of a large and diverse population. Through such programs, the University educates students to be productive citizens, to prepare them for success in careers and occupations, and to pursue a commitment to life-long learning. As an educational, cultural and social center, the University stimulates economic development and fosters the academic, artistic and personal freedoms vital to a free society.

Geographic Region

The University serves the citizens of northern Kentucky with a particular focus on the metropolitan area contiguous to greater Cincinnati. The University provides limited student residential services.

Institutional Admission Standards

Northern Kentucky University shall admit students to the institution under selective standards which exceed the minimum admission guidelines established by the Council on Higher Education, with only limited exceptions. The institutional standards shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide both broad access and high-quality programs and pursues a particular commitment to placebound and adult learners and to populations traditionally under-represented in higher education.

Degree Levels

The University shall offer selected programs leading to associate, baccalaureate, master's, and professional law degrees to meet specific metropolitan/regional needs.

**Strategic Directions/
Program Priorities**

Northern Kentucky University's distinctive metropolitan/regional mission requires that it maintain a broad range of offerings: occupational programs; a traditional arts and sciences baccalaureate curriculum; legal education through the Chase College of Law; and graduate programs to meet specific metropolitan/regional needs. The University's responsibility is to meet both the needs of northern Kentucky and the greater metropolitan area. Academic priorities include occupational programs, liberal arts and sciences, business, education, and law. These strategic priorities translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the associate [A], baccalaureate [B], master's [M] and professional [P] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by degree level are included in brackets]* -- occupational programs [A - 49; B - 11, 15, 43; B, M - 44; A, B, M - 51]; arts and sciences [B - 09, 45, 50]; education [B, M - 13]; law [P - 22]; and business [A, B, M - 52].

**Enhancement of
Instruction**

Teaching and learning are the primary focus of the University. The University offers a broad range of instructional and support services to promote the curricular and extracurricular development and success of its students. Community college programs address the needs of underprepared students, while extensive evening offerings and alternate means of course delivery expand opportunities for part-time, in-service commuting students.

**Service and Research
Functions**

Northern Kentucky University shall seek to develop creative and mutually beneficial partnerships with public and private enterprises in the metropolitan area and the region in support of economic growth and investment. The University is especially committed to offer training, applied research, and other services in support of business, industry, and government in the local metropolitan area. The University recognizes a special commitment to research and service in support of local elementary and secondary schools in the primary service area.

Collaborative Ventures

The University shall establish and maintain cooperative and mutually beneficial relationships with elementary and secondary schools, with other public higher education institutions in Kentucky, and with other higher education institutions in northern Kentucky and the interdependent metropolitan area. Curriculum development shall emphasize the transfer of credits from another institution toward degree completion.

Efficiency and Effectiveness

Northern Kentucky University shall address the educational needs of the region and its people effectively and efficiently. Planning, evaluation, assessment, and the prudent commitment of resources are essential to promote continuous improvement of programs and services. Strategic planning resulting in the elimination of duplicative or unproductive programs which do not serve metropolitan/regional needs is essential, while the development of carefully selected new programs compatible with this mission is appropriate.

**Mission Statement
University of Kentucky
University System
Revised July 11, 1994**

The University of Kentucky shall be the state's only statewide institution. It shall serve as a land grant institution, comprehensive research university, and as the governance authority for the community college system of 14 free-standing community colleges. In these capacities, it shall emphasize and serve as the principal graduate degree-granting university in the system.

Geographic Region

It shall serve as the principal institution for statewide instruction, research, and service programs without geographic limitation.

Institutional Admission Standards

The University of Kentucky shall admit students to the institution under very selective admission standards which significantly exceed the minimum guidelines established by the Council on Higher Education, with only very limited exceptions. The institutional guidelines shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide both broad access and high-quality programs.

Degree Levels

The University shall offer a range of baccalaureate programs. At this level, special emphasis shall be placed on enrolling high-achieving students. The University shall offer a range of master's, doctoral, professional, and postdoctoral programs based on demonstrated need.

**Strategic Directions/
Program Priorities**

The University shall establish and maintain a nationally recognized reputation for the quality of its teaching, research, service, and graduates. Based on the state's needs and in recognition of those areas in which the University excels, efforts will be focused on the sciences, humanities, arts, architecture, and business and economics, and will be concentrated on issues of concern to the Commonwealth and the nation including agriculture; engineering; law; culture; education, with special emphasis on the needs of the Kentucky Education Reform Act; energy and environment; comprehensive health sciences program, with an increasing focus on primary care disciplines; and computing and information technology. These strategic directions translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the baccalaureate [B], master's [M], education specialist [S], doctoral [D], and professional [P] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by level are included in brackets]* -- sciences [B, M, D - 26, 23; M, D - 40]; humanities [B - 05, 30; M, D - 38, 45; B, M, D - 16]; arts [B, M, D - 50] business and economics [B, M, D - 52, 44]; architecture [B - 04]; communications [B, M, D - 09]; mathematics [M, D - 27]; psychology [M, D - 42]; agriculture [B, M, D - 01, 02; B, M - 03, 19]; engineering [B, M, D - 14]; law [P - 22]; education [B, M, S, D - 13; M - 25]; health sciences focusing on primary care [B, M, D, P - 51]; and computing and information technology [B, M, D - 11].

**Enhancement of
Instruction**

Meeting the expectations of the high-achieving students attending the institution shall be paramount. Students in need of remedial instruction shall enter the University of Kentucky after demonstrating academic success in another college or university.

**Research and Public
Service Functions**

To serve the research and service needs of the state, the University of Kentucky shall conduct basic and applied research in a broad range of program areas with special emphasis on the needs of business and industry, agriculture, health care, government and schools.

Collaborative Ventures

The University shall emphasize opportunities for student transfer from state universities and community colleges, especially at the undergraduate level. In graduate programming, emphasis shall be placed on cooperative programming with other state universities. Opportunities for institutional and faculty collaboration in research and service areas shall be promoted. The University shall develop and employ telecommunications resources to communicate with other institutions in the fulfillment of its mission. Curriculum development shall emphasize the transfer of credits from other institutions toward degree completion.

Efficiency and Effectiveness

The University of Kentucky shall promote cost effectiveness in academic programs and institutional management. Strategic planning resulting in the elimination of duplicative or nonproductive programs is essential while the development of carefully selected new programs compatible with this mission is appropriate. Measures of quality and performance shall be the foundation of the University's accountability system which promotes continuous improvement of programs and services.

Mission Statement
University of Louisville
Revised July 11, 1994

The University of Louisville shall serve as Kentucky's urban/metropolitan university. Located in the Commonwealth's largest metropolitan area, it shall serve the specific educational, intellectual, cultural, service, and research needs of the greater Louisville region. It has a special obligation to serve the needs of a diverse population, including many ethnic minorities and placebound, part-time, nontraditional students.

Geographic Region

It shall serve as the principal university for instruction, research, and service programs in the Louisville metropolitan area. In addition, it shall help meet statewide educational, research, and service needs in medicine, dentistry, law, and urban affairs.

Institutional Admission Standards

The University of Louisville shall admit undergraduate students to its schools and colleges under selective admission standards that exceed the minimum guidelines established by the Council on Higher Education. In addition, the University shall admit a limited number of undergraduates who shall have an opportunity to remove their academic deficiencies within a limited time according to guidelines established by the Council on Higher Education. Through this approach, the University seeks to provide both broad access and programs of high quality for undergraduates. The University shall admit graduate and professional students using very selective or selective admission standards established by the various graduate and professional schools.

Degree Levels

At the undergraduate level, UofL shall offer selected degree programs closely related to the needs of its urban mission. At the master's level, it shall offer a range of programs responding directly to the advanced educational needs of its metropolitan area. At the doctoral level, it shall offer a limited number of rigorous programs that do not unnecessarily duplicate other doctoral programs in Kentucky. It may offer programs at the associate level, but certificate programs shall not be offered unless they are integral to community college programs, linked to degree programs, or well justified by the human resource needs of the Louisville metropolitan area.

**Strategic Directions/
Program Priorities**

The University of Louisville shall place a high priority on programs that have achieved academic excellence. The University shall build on program strength in business, dentistry, education, engineering, English, environmental studies, law, medicine, music, psychology, and urban affairs. It shall maintain national recognition in selected programs that have already attained such recognition. These strategic priorities translate into a core of liberal arts baccalaureate programs, in addition to degree program priorities at the baccalaureate [B], master's [M], education specialist [S], doctoral [D] and professional [P] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by degree level are included in brackets]* -- business [B, M - 52]; dentistry [M, D, P - 51]; education [B, M, S, D - 13]; engineering [B, M, D - 14]; English [M, D - 23]; environmental studies [M, D - 26, 40]; law [P - 22]; medicine [M, D, P - 51]; music [B, M, D - 50]; psychology [M, D - 42]; urban affairs [D - 44].

**Enhancement of
Instruction**

The University shall emphasize teaching and educational services to the students admitted to its degree programs. It shall bring the intellectual excitement of research into its instructional programs whenever possible. It shall utilize technology to enhance teaching and increase productivity. It shall adopt teaching methods to serve the needs of students graduated from Kentucky's public schools, a statewide educational system that will change fundamentally as a result of the Commonwealth's educational reform efforts.

**Research and Service
Function**

The University of Louisville shall be a research university that places special emphasis on the research and service needs of Kentucky's urban areas. Research shall be encouraged, in particular, as part of doctoral and high-priority programs. Through its research and service efforts, it shall contribute to economic development, educational reform, and problem-solving initiatives in the Commonwealth.

Collaborative Ventures

Emphasis shall be placed on cooperative programming with the other state universities. Careful articulation of academic programming at Jefferson Community College and the University shall be developed. The University shall collaborate with the public schools in its service area to further education reform in Kentucky. It shall develop and employ telecommunication resources to communicate with other institutions in the fulfillment of its mission. Undergraduate curriculum development shall emphasize the transfer of credits from other institutions toward degree completion.

Efficiency and Effectiveness

The board of trustees shall promote cost effectiveness in academic programming and institutional management. Strategic planning and budgeting shall focus on reallocation and, where appropriate, restructuring to assure the prudent use of resources in maintaining quality, relevant curricula, and responsive programming. Processes to measure and evaluate outcomes in major activities shall be undertaken to assure accountability in the University's use of scarce resources. The elimination of duplicative or unproductive programs is essential, while the development of carefully selected new programs, which are consistent with UofL's mission, shall be appropriate. The University shall strive for continuous improvement of its programs and services.

Mission Statement
Western Kentucky University
Revised July 11, 1994

Western Kentucky University is a comprehensive regional university offering a broad spectrum of academic programs, engaging in scholarly activities, and providing professional services within an academic atmosphere that encourages intellectual excellence. It provides educational opportunities that foster intellectual and social development in a climate that recognizes human diversity. The University serves both residential and nontraditional placebound students.

Geographical Region

Western Kentucky University offers a nucleus of liberal arts and sciences programs for the citizens of south central and portions of western Kentucky and select graduate and undergraduate programs of exceptional quality for students of the Commonwealth and beyond.

Institutional Admission Standards

Western Kentucky University shall admit students to the institution under selective admission standards which exceed the minimum guidelines established by the Council on Higher Education, with only limited exceptions. Institutional guidelines shall be consistent with the systemwide policy for admitting underprepared students, including the removal of academic deficiencies within a specified timeframe. Through this approach, the University seeks to provide both broad access and high-quality programs.

Degree Levels

The University shall offer a range of selected undergraduate programs, selected master's and specialist's degree programs and a cooperative doctoral program in education with the University of Louisville. It also may offer a limited number of certificate programs only if they are integral to its undergraduate programs.

**Strategic Directions/
Program Priorities**

Western Kentucky University has identified a select number of prominent academic programs in which it will excel and a number of programs deemed essential to implementing its mission as a comprehensive university. Academic priorities include accounting, education, journalism, biological and chemical sciences, economics, history, psychology, and folk studies. These strategic priorities translate into a core of liberal arts baccalaureate degree programs, in addition to degree program priorities at the associate [A], baccalaureate [B], master's [M] and education specialist [S] levels that may include the following: -- *[relevant categories from the Classification of Instructional Programs by degree level are included in brackets]* -- accounting/business [B, M - 52]; education [A, B, M, S - 13]; journalism/communications [B - 09]; biological and chemical sciences [B, M - 26; M - 40]; social sciences [B, M - 45]; psychology [M - 42]; folk studies [M - 05]; and English and literature [B -23].

Enhancement of Instruction

While the University recognizes its primary mission as excellence in teaching and learning, it also understands the integral relationship of instruction and scholarship through both applied and theoretical research. It is dedicated to excellence in service which is also based upon creation of new knowledge and innovative applications.

Research and Service

Western Kentucky University places special emphasis upon service to the University's local region. By its very nature, research is comprehensive and relevant to the University's primary mission of teaching and learning.

Collaborative Ventures

Emphasis shall be placed on developing and delivering cooperative programming with other higher education institutions. The University shall develop and employ telecommunication resources to communicate with other institutions in the fulfillment of its mission. Curriculum development shall emphasize the transfer of credits from other institutions toward degree completion.

Efficiency and Effectiveness

Western Kentucky University promotes cost effectiveness in academic programming and institutional management through strategic planning. Regular, periodic reviews are conducted to eliminate unnecessary or nonproductive programs and to develop carefully selected new programs compatible with this mission. The University's accountability system will emphasize measures of quality and performance which promote continuous improvement of programs and services.

EXPENDITURE CLASSIFICATION FOR POSTSECONDARY EDUCATION

Instruction - Includes all funds expended for credit and non-credit courses for academic, vocational, and remedial purposes in regular, special, and extension sessions. Expenditures for departmental research and public service that are not separately budgeted are also included. This category includes subcategories for General Academic Instruction, Occupational/Technical Instruction, Summer and Special Session Instruction, Community Education, and Preparatory/Adult Basic Education.

Research - Includes all expenditures for activities specifically organized to produce research outcomes. This category includes subcategories for Institutes and Research Centers and Individual and Project Research.

Public Service - Includes expenditures for activities established primarily to provide non-instructional services beneficial to individuals outside the institution. This category includes subcategories for Community Service, Cooperative Extension Service, and Public Broadcasting Services.

Libraries - Includes expenditures for all activities that directly support the collection, cataloging, storage, and distribution of published materials in support of an institution's academic programs. To be included in this activity, a library should be separately organized and serve more than one academic department or activity.

Academic Support - Includes funds expended primarily to provide support services for the institution's primary missions-instruction, research, and public service. This category includes subcategories for Museums and Galleries, Audio/Visual Services, Academic Computing Support, Ancillary Support, Academic Administration, Academic Personnel Development, and Course and Curriculum Development.

Student Services - Includes funds for the Office of Admissions and Records and those activities whose primary purpose is to contribute to the student's intellectual, cultural, and social development outside the context of the formal instruction program. This category includes subcategories for Student Services Administration, Social and Cultural Development, Counseling and Career Guidance, Financial Aid Administration, Student Admissions, Student Records, Student Health Services, and Intercollegiate Athletics. Intercollegiate Athletics includes expenditures for the coaches, trainers, officiating, travel, grants-in-aid, ticket sales, advertising, and other expenditures necessary to maintain intercollegiate participation. An appropriate portion of the office and staff of the athletic director should be included. Excluded are those activities that relate to intramural athletics. Intercollegiate Athletics is categorized as an "education and general" expenditure unless it is operating as a self-supporting activity.

Institutional Support - Includes expenditures for those activities carried out to provide for both the day-to-day functioning and the long-range viability of the institution as an operating institution, exclusive of physical plant operations. This category includes subcategories for Executive Management, Fiscal Operations, General Administration and Logistical Services, Administrative Computing Support, and Public Relations/Development.

Operation and Maintenance of Plant - Includes all expenditures of current operating funds for the operation and maintenance of the physical plant, net amounts charged to Auxiliary Enterprises, Hospitals, and/or Independent Operations. This category includes subcategories for Physical Plant Administration, Building Maintenance, Custodial Service, Utilities, Landscape and Grounds Maintenance, and Major Repairs and Renovations.

Scholarships and Fellowships - Includes expenditures made in the form of outright grants to students selected by the institution and financed by current funds. This category includes subcategories for Scholarships (undergraduate awards) and Fellowships (graduate awards).

Mandatory Transfers - Includes transfers from the Current Funds group to other fund groups arising out of binding legal agreements related to the financing of educational plant and/or grant agreements that require matching funds. This category includes subcategories for Provision for Debt Service on Educational Plant, Loan Fund Matching Grants, and Other Mandatory Transfers.

Auxiliary Enterprises - Includes expenditures and transfers associated with the operation of auxiliary enterprises. An auxiliary enterprise is an entity that exists to furnish goods or services to students, faculty, or staff and may incidentally serve the general public as well. Fee charges are directly related to, though not necessarily equal to, the cost of the goods or services. This category includes subcategories for Auxiliary Enterprises-Student; Auxiliary Enterprises-Faculty Staff; Intercollegiate Athletics; and Mandatory Transfers/Auxiliary Enterprises.

Hospitals - Includes all expenditures and transfers associated with the patient-care operations of a university-operated hospital. Expenditures for those activities that take place within the hospital but are more appropriately classified as instruction or research are excluded. This category includes subcategories for Direct Patient Care, Health Care Supportive Services, Administration of Hospitals, Physical Plant Operations for Hospitals, and Mandatory Transfers/Hospitals.

SOURCE: Uniform Financial Reporting Manual for Kentucky's Institutions of Public Higher Education, adopted by the Council on Higher Education, January 1978.

**1999-2000 TUITION RATES
KENTUCKY POSTSECONDARY INSTITUTIONS**

	<u>1997-98</u>		<u>1998-99</u>		<u>1999-2000</u>	
	<u>Semester</u>	<u>Quarter</u>	<u>Semester</u>	<u>Quarter</u>	<u>Semester</u>	<u>Quarter</u>
RESIDENT						
Community College System	\$ 510		\$ 530		\$ 550	
Lexington Community College	810		810		810	
Postsecondary Technical Schools						
Per Week Contact Hours						
24 and over	310	155	320	160	330	165
18 - 23	260	130	270	135	280	140
12 - 17	210	105	220	110	230	115
7 - 11	160	80	170		180	
				85		90
Under 7	110	55	120		130	
				60		65
Regional Universities						
Undergraduate	900		960		1,010	
Graduate	990		1,060		1,110	
Doctoral Universities						
Undergraduate	1,200		1,340		1,480	
Graduate	1,320		1,470		1,630	
Annual Professional Rates						
Law	4,620		5,090		5,560	
Medicine	8,400		9,150		9,890	
Dentistry	6,630		7,400		8,160	
Pharm.D.	4,460		4,590		4,730	
NONRESIDENT						
Community College System	1,530		1,590		1,650	
Lexington Community College	2,430		2,430		2,430	
Postsecondary Technical Schools						
Per Week Contact Hours						
24 and over	620	310	640	320	660	330
18 - 23	520	260	540	270	560	280
12 - 17	420	210	440	220	460	230
7 - 11	320	160	340	170	360	180
Under 7	220	110	240	120	260	130
Regional Universities						
Undergraduate	2,700		2,880		3,030	
Graduate	2,970		3,180		3,330	
Doctoral Universities						
Undergraduate	3,600		4,020		4,440	
Graduate	3,960		4,410		4,890	
Annual Professional Rates						
Law	12,460		13,700		14,930	
Medicine	20,530		22,910		25,280	
Dentistry	17,580		19,110		20,640	

Pharm.D.

10,520

12,200

13,890

FULL-TIME EQUIVALENT (FTE) ENROLLMENT

<u>Institution/Year (Fall of)</u>	<u>Undergraduate</u>	<u>Graduate</u>	<u>First Professional</u>				<u>House Staff</u>	<u>Post Doctoral</u>	<u>Total</u>
			<u>Law</u>	<u>Medicine</u>	<u>Dentistry</u>	<u>Pharm.D.</u>			
Eastern Kentucky University									
1992	11,795	959							12,754
1993	11,570	908							12,478
1994	11,504	921							12,425
1995	11,069	962							12,031
1996	10,697	936							11,633
1997*	10,805	916							11,721
1998*	10,830	930							11,760
1999*	10,860	940							11,800
Kentucky State University									
1992	1,841	38							1,879
1993	1,732	34							1,766
1994	1,831	35							1,866
1995	1,873	40							1,913
1996	1,809	43							1,852
1997*	1,767	45							1,812
1998*	1,767	45							1,812
1999*	1,767	45							1,812
Morehead State University									
1992	6,443	678							7,121
1993	6,241	701							6,942
1994	5,968	699							6,667
1995	5,820	668							6,488
1996	5,792	656							6,448
1997*	5,675	682							6,357
1998*	5,738	690							6,428
1999*	5,808	698							6,506
Murray State University									
1992	6,052	601							6,653
1993	5,976	643							6,619
1994	5,855	651							6,506
1995	5,911	737							6,648
1996	6,167	782							6,949
1997*	6,367	812							7,179
1998*	6,550	830							7,380
1999*	6,550	830							7,380
Northern Kentucky University									
1992	7,496	215	354						8,065
1993	7,665	209	399						8,273
1994	7,633	243	375						8,251
1995	7,458	258	361						8,077
1996	7,395	266	353						8,014
1997*	7,750	261	346						8,357
1998*	7,750	261	346						8,357
1999*	7,831	245	347						8,423
University of Kentucky									
1992	14,693	3,346	470	366	184	130	477	118	19,784
1993	14,877	3,395	426	380	188	151	468	137	20,022

1994	14,822	3,452	401	371	196	188	465	117	20,012
1995	14,811	3,597	447	375	203	278	464	115	20,290
1996	14,615	3,615	432	377	200	360	480	145	20,224
1997*	14,606	3,670	436	390	194	386	478	147	20,307
1998*	18,300	3,700	435	390	195	400	480	150	24,050
1999*	18,400	3,700	435	390	195	400	480	150	24,150
University of Louisville									
1992	11,072	1,988	503	521	236		561	32	14,913
1993	10,574	2,087	479	529	249		571	36	14,525
1994	10,415	2,136	466	547	254		573	41	14,432
1995	10,327	2,274	454	554	265		581	41	14,496
1996	10,138	2,439	494	566	273		583	38	14,531
1997*	10,050	2,312	464	560	277		570	29	14,262
1998*	9,750	2,300	465	560	285		570	35	13,965
1999*	9,750	2,300	465	560	293		570	35	13,973
Western Kentucky University									
1992	10,970	877							11,847
1993	10,554	939							11,493
1994	10,188	961							11,149
1995	10,150	961							11,111
1996	10,012	980							10,992
1997*	10,040	987							11,027
1998*	9,939	975							10,914
1999*	9,939	975							10,914
Total Universities									
1992	70,362	8,702	1,327	887	420	130	1,038	150	83,016
1993	69,189	8,916	1,304	909	437	151	1,039	173	82,118
1994	68,216	9,098	1,242	918	450	188	1,038	158	81,308
1995	67,419	9,497	1,262	929	468	278	1,045	156	81,054
1996	66,625	9,717	1,279	943	473	360	1,063	183	80,643
1997*	67,060	9,685	1,246	950	471	386	1,048	176	81,022
1998*	70,624	9,731	1,246	950	480	400	1,050	185	84,666
1999*	70,905	9,733	1,247	950	488	400	1,050	185	84,958
UK Community Colleges									
1992	26,808								26,808
1993	27,127								27,127
1994	25,868								25,868
1995	25,145								25,145
1996	25,202								25,202
1997*	24,730								24,730
1998*	21,100								21,100
1999*	21,000								21,000
Total									
1992	97,170	8,702	1,327	887	420	130	1,038	150	109,824
1993	96,316	8,916	1,304	909	437	151	1,039	173	109,245
1994	94,084	9,098	1,242	918	450	188	1,038	158	107,176
1995	92,564	9,497	1,262	929	468	278	1,045	156	106,199
1996	91,827	9,717	1,279	943	473	360	1,063	183	105,845
1997*	91,790	9,685	1,246	950	471	386	1,048	176	105,752
1998*	91,724	9,731	1,246	950	480	400	1,050	185	105,766
1999*	91,905	9,733	1,247	950	488	400	1,050	185	105,958

*Projected by institutions. Data for UK in 1998 and 1999 includes LCC; at UKCCS, data in these years are net of LCC.

NOTE: Prior to Fall 1998, LCC enrollment is included in UKCCS data. Beginning in Fall 1998, LCC will be included in UK data.

Data for the KY Technical schools are not part of the CPE data base at this time. Therefore, data for these institutions are not included.

These data will be provided in future biennia.

HEADCOUNT ENROLLMENT

<u>Institution/Year (Fall of)</u>	<u>Undergraduate</u>		<u>Graduate</u>		<u>First-Professional</u>		<u>House Staff</u>	<u>Post Doctoral</u>	<u>Total</u>
	<u>Full-Time</u>	<u>Part-Time</u>	<u>Full-Time</u>	<u>Part-Time</u>	<u>Full-Time</u>	<u>Part-Time</u>			
Eastern Kentucky University									
1992	11,615	3,315	505	1,431					16,866
1993	11,524	3,007	473	1,387					16,391
1994	11,476	2,677	466	1,441					16,060
1995	11,046	2,617	458	1,606					15,727
1996	10,666	2,509	439	1,547					15,161
1997*	10,654	2,759	408	1,604					15,425
1998*	10,664	2,789	418	1,629					15,500
1999*	10,675	2,850	425	1,650					15,600
Kentucky State University									
1992	1,629	835	22	58					2,544
1993	1,499	917	18	53					2,487
1994	1,635	862	22	45					2,564
1995	1,687	818	29	45					2,579
1996	1,668	612	31	45					2,356
1997*	1,560	648	32	52					2,292
1998*	1,560	648	32	52					2,292
1999*	1,560	648	32	52					2,292
Morehead State University									
1992	6,510	1,027	280	1,352					9,169
1993	6,311	982	315	1,291					8,899
1994	6,012	1,041	294	1,350					8,697
1995	5,929	937	273	1,315					8,454
1996	5,883	947	272	1,242					8,344
1997*	5,724	959	299	1,226					8,208
1998*	5,788	970	302	1,240					8,300
1999*	5,858	981	306	1,255					8,400
Murray State University									
1992	5,999	977	357	857					8,190
1993	5,935	956	399	830					8,120
1994	5,796	892	402	870					7,960
1995	5,845	933	486	902					8,166
1996	6,102	1,020	509	1,005					8,636
1997*	6,218	992	489	1,112					8,811
1998*	6,430	1,030	510	1,130					9,100
1999*	6,430	1,030	510	1,130					9,100
Northern Kentucky University									
1992	6,842	3,985	40	611	242	168			11,888
1993	7,112	3,832	36	598	273	173			12,024
1994	7,145	3,699	49	662	240	183			11,978
1995	7,084	3,376	42	726	234	175			11,637
1996	7,038	3,231	31	763	215	195			11,473
1997*	7,515	3,129	41	717	206	199			11,807
1998*	7,515	3,129	41	717	206	199			11,807
1999*	7,577	3,160	41	697	206	201			11,882
University of Kentucky									
1992	14,745	2,745	2,342	2,638	1,066	66	477	118	24,197
1993	14,931	2,609	2,385	2,626	1,055	77	468	137	24,288
1994	14,964	2,455	2,398	2,679	1,056	83	465	117	24,217

1995	14,890	2,499	2,454	2,671	1,199	86	464	115	24,378
1996	14,729	2,312	2,481	2,561	1,267	86	480	145	24,061
1997*	14,790	2,224	2,476	2,666	1,304	86	478	147	24,171
1998*	18,200	4,450	2,500	2,700	1,300	85	480	150	29,865
1999*	18,200	4,450	2,500	2,700	1,300	85	480	150	29,865
University of Louisville									
1992	10,352	6,629	1,389	2,387	1,284	-	561	32	22,634
1993	9,844	6,245	1,510	2,347	1,271	2	571	36	21,826
1994	9,744	5,725	1,553	2,451	1,288	2	573	41	21,377
1995	9,652	5,537	1,681	2,430	1,291	5	581	41	21,218
1996	9,544	5,254	1,811	2,440	1,350	-	583	38	21,020
1997*	9,542	5,022	1,990	2,473	1,298		566	29	20,920
1998*	9,350	4,050	2,000	2,480	1,300		570	35	19,785
1999*	9,350	4,050	2,000	2,500	1,300		570	35	19,805
Western Kentucky University									
1992	10,685	3,026	419	1,620					15,750
1993	10,294	2,974	473	1,594					15,335
1994	9,960	2,749	515	1,541					14,765
1995	10,029	2,625	481	1,586					14,721
1996	9,825	2,650	483	1,655					14,613
1997*	9,810	2,529	440	1,764					14,543
1998*	9,755	2,396	436	1,741					14,328
1999*	9,755	2,396	436	1,741					14,328
Total Universities									
1992	68,377	22,539	5,354	10,954	2,592	234	1,038	150	111,238
1993	67,450	21,522	5,609	10,726	2,599	252	1,039	173	109,370
1994	66,732	20,100	5,699	11,039	2,584	268	1,038	158	107,618
1995	66,162	19,342	5,904	11,281	2,724	266	1,045	156	106,880
1996	65,455	18,535	6,057	11,258	2,832	281	1,063	183	105,664
1997*	65,813	18,262	6,175	11,614	2,808	285	1,044	176	106,177
1998*	69,262	19,462	6,239	11,689	2,806	284	1,050	185	110,977
1999*	69,405	19,565	6,250	11,725	2,806	286	1,050	185	111,272
UK Community Colleges									
1992	21,131	26,915							48,046
1993	21,645	26,725							48,370
1994	20,816	24,765							45,581
1995	20,620	22,999							43,619
1996	20,887	22,787							43,674
1997*	20,943	21,014							41,957
1998*	17,500	18,900							36,400
1999*	17,500	18,900							36,400
Total									
1992	89,508	49,454	5,354	10,954	2,592	234	1,038	150	159,284
1993	89,095	48,247	5,609	10,726	2,599	252	1,039	173	157,740
1994	87,548	44,865	5,699	11,039	2,584	268	1,038	158	153,199
1995	86,782	42,341	5,904	11,281	2,724	266	1,045	156	150,499
1996	86,342	41,322	6,057	11,258	2,832	281	1,063	183	149,338
1997*	86,756	39,276	6,175	11,614	2,808	285	1,044	176	148,134
1998*	86,762	38,362	6,239	11,689	2,806	284	1,050	185	147,377
1999*	86,905	38,465	6,250	11,725	2,806	286	1,050	185	147,672

*Projected by institutions.

NOTE: Prior to Fall 1998, LCC enrollment is included in UKCCS data. Beginning in Fall 1998, LCC will be included in UK data. Data for the KY Technical schools are not part of the CPE data base at this time. Therefore, data for these institutions are not included.

DEGREES AND OTHER FORMAL AWARDS CONFERRED

<u>Institution/Year</u>	<u>Undergraduate</u>			<u>Graduate</u>			<u>First Professional</u>			
	<u>Associate</u>	<u>Bachelor</u>	<u>Subtotal</u>	<u>Mast/Spec</u>	<u>Doctoral</u>	<u>Subtotal</u>	<u>Law</u>	<u>Medicine</u>	<u>Dentistry</u>	<u>Pharm.</u>
Eastern Kentucky University										
1992/93	262	1,704	1,966	385		385				
1993/94	268	1,749	2,017	368		368				
1994/95	261	1,771	2,032	368		368				
1995/96	254	1,714	1,968	408		408				
1996/97	267	1,786	2,053	449		449				
1997/98*	270	1,800	2,070	455		455				
1998/99*	275	1,810	2,085	460		460				
1999/00*	280	1,825	2,105	470		470				
Kentucky State University										
1992/93	81	180	261	24		24				
1993/94	80	186	266	20		20				
1994/95	73	212	285	24		24				
1995/96	67	192	259	23		23				
1996/97	73	183	256	21		21				
1997/98*	75	185	260	18		18				
1998/99*	75	185	260	18		18				
1999/00*	75	185	260	18		18				
Morehead State University										
1992/93	177	1,079	1,256	280		280				
1993/94	191	1,032	1,223	298		298				
1994/95	164	988	1,152	305		305				
1995/96	154	1,021	1,175	336		336				
1996/97	127	1,026	1,153	268		268				
1997/98*	120	973	1,093	258		258				
1998/99*	116	941	1,057	264		264				
1999/00*	113	916	1,029	255		255				
Murray State University										
1992/93	34	1,084	1,118	306		306				
1993/94	45	1,137	1,182	336		336				
1994/95	20	1,119	1,139	304		304				
1995/96	46	1,059	1,105	375		375				
1996/97	29	1,014	1,043	448		448				
1997/98*	35	1,015	1,050	460		460				
1998/99*	40	1,160	1,200	460		460				
1999/00*	50	1,250	1,300	460		460				
Northern Kentucky University										
1992/93	232	934	1,166	168		168	125			
1993/94	312	1,033	1,345	150		150	127			
1994/95	289	1,028	1,317	173		173	117			
1995/96	310	1,093	1,403	181		181	128			
1996/97	240	1,082	1,322	212		212	106			
1997/98*	240	1,109	1,349	211		211	110			
1998/99*	250	1,085	1,335	225		225	114			
1999/00*	250	980	1,230	196		196	103			
University of Kentucky										
1992/93		2,780	2,780	945	192	1,137	158	91	42	3
1993/94		2,781	2,781	961	229	1,190	155	91	43	3
1994/95		2,836	2,836	1,071	223	1,294	111	82	43	5

1995/96		3,003	3,003	1,033	236	1,269	137	89	50	7
1996/97		3,133	3,133	1,032	240	1,272	144	88	46	7
1997/98*	360	3,200	3,560	1,100	250	1,350	145	90	50	10
1998/99*	370	3,250	3,620	1,150	255	1,405	145	90	50	12
1999/00*	380	3,300	3,680	1,200	260	1,460	145	90	50	14
University of Louisville										
1992/93	176	1,977	2,153	782	54	836	137	115	53	
1993/94	143	1,919	2,062	814	58	872	158	128	41	
1994/95	142	1,766	1,908	877	61	938	161	116	55	
1995/96	101	1,818	1,919	965	69	1,034	117	130	57	
1996/97	93	1,836	1,929	1,015	63	1,078	154	140	60	
1997/98*	90	1,840	1,930	1,025	68	1,093	150	140	62	
1998/99*	90	1,840	1,930	1,035	70	1,105	150	140	64	
1999/00*	90	1,840	1,930	1,040	73	1,113	140	140	66	
Western Kentucky University										
1992/93	325	1,818	2,143	518		518				
1993/94	303	1,828	2,131	498		498				
1994/95	301	1,856	2,157	580		580				
1995/96	286	1,709	1,995	537		537				
1996/97	293	1,630	1,923	543		543				
1997/98*	300	1,690	1,990	540		540				
1998/99*	300	1,590	1,890	540		540				
1999/00*	300	1,590	1,890	540		540				
Total Universities										
1992/93	1,287	11,556	12,843	3,408	246	3,654	420	206	95	3
1993/94	1,342	11,665	13,007	3,445	287	3,732	440	219	84	3
1994/95	1,250	11,576	12,826	3,702	284	3,986	389	198	98	5
1995/96	1,218	11,609	12,827	3,858	305	4,163	382	219	107	7
1996/97	1,122	11,690	12,812	3,988	303	4,291	404	228	106	7
1997/98*	1,490	11,812	13,302	4,067	318	4,385	405	230	112	10
1998/99*	1,516	11,861	13,377	4,152	325	4,477	409	230	114	12
1999/00*	1,538	11,886	13,424	4,179	333	4,512	388	230	116	14
UK Community College System										
1992/93	3,597		3,597			-				
1993/94	3,444		3,444			-				
1994/95	3,687		3,687			-				
1995/96	3,708		3,708			-				
1996/97	3,956		3,956			-				
1997/98*	3,390		3,390			-				
1998/99*	3,230		3,230			-				
1999/00*	3,220		3,220			-				
Total										
1992/93	4,884	11,556	16,440	3,408	246	3,654	420	206	95	3
1993/94	4,786	11,665	16,451	3,445	287	3,732	440	219	84	3
1994/95	4,937	11,576	16,513	3,702	284	3,986	389	198	98	5
1995/96	4,926	11,609	16,535	3,858	305	4,163	382	219	107	7
1996/97	5,078	11,690	16,768	3,988	303	4,291	404	228	106	7
1997/98*	4,880	11,812	16,692	4,067	318	4,385	405	230	112	10
1998/99*	4,746	11,861	16,607	4,152	325	4,477	409	230	114	12
1999/00*	4,758	11,886	16,644	4,179	333	4,512	388	230	116	14

*Projected by institutions

NOTE: Prior to 1998/99, LCC degrees conferred included in UKCCS data. Beginning in 1998/99 LCC degrees are included in UK data.

In 1995/96 the number of Masters/Specialist degrees conferred at UofL includes 14 post-baccalaureate degrees.

Data for the KY Technical schools are not part of the CPE data base at this time. Therefore, data for these institutions are not included in the biennial report.

POSTSECONDARY EDUCATION
Eastern Kentucky University

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	59,817,700	63,825,700	65,726,700	63,825,700	65,726,700
Special Appropriation	3,016,100				
Total General Fund	<u>62,833,800</u>	<u>63,825,700</u>	<u>65,726,700</u>	<u>63,825,700</u>	<u>65,726,700</u>
Restricted Agency Funds					
Balance Forward	12,902,400				
Current Receipts	69,568,200	85,446,100	88,145,900	85,446,100	88,145,900
Total Restricted Agency Funds	<u>82,470,600</u>	<u>85,446,100</u>	<u>88,145,900</u>	<u>85,446,100</u>	<u>88,145,900</u>
Federal Funds					
Current Receipts	21,414,800	21,414,800	21,414,800	21,414,800	21,414,800
TOTAL FUNDS	<u>166,719,200</u>	<u>170,686,600</u>	<u>175,287,400</u>	<u>170,686,600</u>	<u>175,287,400</u>
EXPENDITURES BY CLASS					
Personnel Costs	91,459,100	95,117,500	98,443,600	95,117,500	98,443,600
Operating Expenses	34,626,200	35,596,100	36,859,400	35,596,100	36,859,400
Grants, Loans or Benefits	14,809,100	14,809,100	14,809,100	14,809,100	14,809,100
Debt Service	8,661,900	8,001,000	8,012,400	8,001,000	8,012,400
Capital Outlay	17,162,900	17,162,900	17,162,900	17,162,900	17,162,900
TOTAL EXPENDITURES	<u>166,719,200</u>	<u>170,686,600</u>	<u>175,287,400</u>	<u>170,686,600</u>	<u>175,287,400</u>
EXPENDITURES BY UNIT					
Instruction	54,274,700	56,368,100	58,303,800	56,368,100	58,303,800
Research	613,700	635,600	657,000	635,600	657,000
Public Service	8,573,200	8,883,600	9,180,300	8,883,600	9,180,300
Libraries	3,826,600	3,932,100	4,029,400	3,932,100	4,029,400
Academic Support	18,275,500	18,902,100	19,491,900	18,902,100	19,491,900
Student Services	8,263,100	8,575,400	8,870,100	8,575,400	8,870,100
Institutional Support	12,294,400	12,747,300	13,178,700	12,747,300	13,178,700
Operation and Maintenance of Plant	22,005,200	22,227,600	22,686,700	22,227,600	22,686,700
Scholarships and Fellowships	15,296,800	15,316,700	15,334,800	15,316,700	15,334,800
Mandatory Transfers	7,153,400	6,496,100	6,503,900	6,496,100	6,503,900
Auxiliary Enterprises	16,142,600	16,602,000	17,050,800	16,602,000	17,050,800
TOTAL EXPENDITURES	<u>166,719,200</u>	<u>170,686,600</u>	<u>175,287,400</u>	<u>170,686,600</u>	<u>175,287,400</u>

Eastern Kentucky University (EKU) was established by the 1906 General Assembly. The university's three primary responsibilities are: (1) to provide instruction in the arts and sciences, in business, in professional education, and in technical subjects; (2) to provide service to the community and region through the faculty serving as consultants in their fields of specialization and engaging in research dealing with problems of society; and (3) to engage in research to advance knowledge

in the subject matter areas with which the various colleges of the university are concerned. These purposes of the university are accomplished by the College of Arts and Humanities; College of Business; College of Education; College of Applied Arts and Technology; College of Health, Physical Education, Recreation, and Athletics; College of Allied Health and Nursing; College of Law Enforcement; College of Natural and Mathematical Sciences; College of Social and Behavioral Sciences; and the Graduate School.

In keeping with its statutory mandates, its Council on Higher Education Mission Statement, and in harmony with the Strategic Plan for Higher Education in Kentucky, the ECU Board of Regents has adopted a strategic plan that clearly defines the institutional mission, goals, and strategic directions for the future.

Each college, department, and support unit of the university has developed unit goals and objectives that support the institutional aims and has translated these goals and objectives into operational plans. In the final analysis, these plans have a direct relationship to the three primary purposes of the institution.

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Instruction**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	19,814,900	24,073,800	24,295,700	24,073,800	24,295,700
Special Appropriation	3,016,100				
Total General Fund	22,831,000	24,073,800	24,295,700	24,073,800	24,295,700
Restricted Agency Funds					
Current Receipts	31,221,600	32,063,300	33,769,000	32,063,300	33,769,000
Federal Funds					
Current Receipts	222,100	231,000	239,100	231,000	239,100
TOTAL FUNDS	54,274,700	56,368,100	58,303,800	56,368,100	58,303,800
EXPENDITURES BY CLASS					
Personnel Costs	47,413,500	49,310,100	51,036,000	49,310,100	51,036,000
Operating Expenses	5,722,300	5,919,100	6,128,900	5,919,100	6,128,900
Capital Outlay	1,138,900	1,138,900	1,138,900	1,138,900	1,138,900
TOTAL EXPENDITURES	54,274,700	56,368,100	58,303,800	56,368,100	58,303,800

Eastern Kentucky University (EKU) is first and foremost a teaching institution. The university's Instruction Program goal is to offer a range of quality instruction in general education; the arts, sciences, education, pre-professional and professional area; and applied and technical disciplines to the people of central, eastern, and southeastern Kentucky.

The instructional program at ECU leads to the awarding of degrees at the associate, baccalaureate, master's, and specialist degree levels. In addition, there are a number of certification programs offered to in-service school personnel. The university seeks to provide a quality educational program through the employment and retention of highly qualified faculty, the maintenance of a fine library and learning resources, and the utilization of current and adequate instructional equipment.

EKU has remained committed to the preservation of a strong general education core in each of its baccalaureate curricula. It also works to enhance the educational outcomes for its students through the provision of developmental education as required.

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Research**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	425,900	441,100	456,100	441,100	456,100
Restricted Agency Funds					
Current Receipts	187,800	194,500	200,900	194,500	200,900
TOTAL FUNDS	<u>613,700</u>	<u>635,600</u>	<u>657,000</u>	<u>635,600</u>	<u>657,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	273,800	284,700	294,700	284,700	294,700
Operating Expenses	334,300	345,300	356,700	345,300	356,700
Capital Outlay	5,600	5,600	5,600	5,600	5,600
TOTAL EXPENDITURES	<u>613,700</u>	<u>635,600</u>	<u>657,000</u>	<u>635,600</u>	<u>657,000</u>

As a comprehensive, regional university, Eastern Kentucky University recognizes the appropriate role of research in its mission. Consequently, while the purpose of research at the university is traditional -- to discover, acquire, and disseminate knowledge - its thrust is primarily toward applied research or research that has instructional applications.

Because of its resources in natural areas, the university has the mission of utilizing and coordinating the use of these areas for research purposes.

University-supported research is designed to provide modest assistance to faculty who are developing a record of accomplishments that will enable them to successfully compete in the acquisition of research projects funded by external agencies.

POSTSECONDARY EDUCATION
Eastern Kentucky University
Public Service

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	415,800	488,100	560,600	488,100	560,600
Restricted Agency Funds					
Current Receipts	7,653,600	7,891,500	8,115,600	7,891,500	8,115,600
Federal Funds					
Current Receipts	503,800	504,000	504,100	504,000	504,100
TOTAL FUNDS	<u>8,573,200</u>	<u>8,883,600</u>	<u>9,180,300</u>	<u>8,883,600</u>	<u>9,180,300</u>
EXPENDITURES BY CLASS					
Personnel Costs	4,872,700	5,067,600	5,244,900	5,067,600	5,244,900
Operating Expenses	3,501,500	3,617,000	3,736,400	3,617,000	3,736,400
Capital Outlay	199,000	199,000	199,000	199,000	199,000
TOTAL EXPENDITURES	<u>8,573,200</u>	<u>8,883,600</u>	<u>9,180,300</u>	<u>8,883,600</u>	<u>9,180,300</u>

The goal of the public service activities at Eastern Kentucky University is the production of outcomes that directly benefit the people of central, eastern, and southeastern Kentucky. This usually involves the direct application of the expertise of those persons who are also involved in the instructional and research activities of the institution.

Extended-campus programs, consulting, assistance in community planning, economic development activities, non-credit workshops, seminars, and institutes are all examples of public service.

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Libraries**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,596,000	3,697,600	3,791,300	3,697,600	3,791,300
Restricted Agency Funds					
Current Receipts	132,300	132,300	132,300	132,300	132,300
Federal Funds					
Current Receipts	98,300	102,200	105,800	102,200	105,800
TOTAL FUNDS	<u>3,826,600</u>	<u>3,932,100</u>	<u>4,029,400</u>	<u>3,932,100</u>	<u>4,029,400</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,394,400	2,490,100	2,577,300	2,490,100	2,577,300
Operating Expenses	295,800	305,600	315,700	305,600	315,700
Capital Outlay	1,136,400	1,136,400	1,136,400	1,136,400	1,136,400
TOTAL EXPENDITURES	<u>3,826,600</u>	<u>3,932,100</u>	<u>4,029,400</u>	<u>3,932,100</u>	<u>4,029,400</u>

POSTSECONDARY EDUCATION
Eastern Kentucky University
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,375,700	6,704,400	7,008,900	6,704,400	7,008,900
Restricted Agency Funds					
Current Receipts	3,699,600	4,026,700	4,338,500	4,026,700	4,338,500
Federal Funds					
Current Receipts	8,200,200	8,171,000	8,144,500	8,171,000	8,144,500
TOTAL FUNDS	18,275,500	18,902,100	19,491,900	18,902,100	19,491,900
EXPENDITURES BY CLASS					
Personnel Costs	11,633,000	12,098,400	12,521,700	12,098,400	12,521,700
Operating Expenses	6,004,900	6,166,100	6,332,600	6,166,100	6,332,600
Capital Outlay	637,600	637,600	637,600	637,600	637,600
TOTAL EXPENDITURES	18,275,500	18,902,100	19,491,900	18,902,100	19,491,900

POSTSECONDARY EDUCATION
Eastern Kentucky University
Student Services

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,330,300	4,625,700	4,904,500	4,625,700	4,904,500
Restricted Agency Funds					
Current Receipts	3,818,700	3,831,000	3,842,700	3,831,000	3,842,700
Federal Funds					
Current Receipts	114,100	118,700	122,900	118,700	122,900
TOTAL FUNDS	8,263,100	8,575,400	8,870,100	8,575,400	8,870,100
EXPENDITURES BY CLASS					
Personnel Costs	5,637,000	5,862,600	6,067,800	5,862,600	6,067,800
Operating Expenses	2,625,900	2,712,600	2,802,100	2,712,600	2,802,100
Capital Outlay	200	200	200	200	200
TOTAL EXPENDITURES	8,263,100	8,575,400	8,870,100	8,575,400	8,870,100

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Institutional Support**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	8,902,100	8,101,300	8,531,300	8,101,300	8,531,300
Restricted Agency Funds					
Current Receipts	3,353,200	4,605,300	4,605,300	4,605,300	4,605,300
Federal Funds					
Current Receipts	39,100	40,700	42,100	40,700	42,100
TOTAL FUNDS	<u>12,294,400</u>	<u>12,747,300</u>	<u>13,178,700</u>	<u>12,747,300</u>	<u>13,178,700</u>
EXPENDITURES BY CLASS					
Personnel Costs	7,435,800	7,733,200	8,003,900	7,733,200	8,003,900
Operating Expenses	4,713,400	4,868,900	5,029,600	4,868,900	5,029,600
Capital Outlay	145,200	145,200	145,200	145,200	145,200
TOTAL EXPENDITURES	<u>12,294,400</u>	<u>12,747,300</u>	<u>13,178,700</u>	<u>12,747,300</u>	<u>13,178,700</u>

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Operation and Maintenance of Plant**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,298,800	7,520,800	7,979,500	7,520,800	7,979,500
Restricted Agency Funds					
Balance Forward	12,902,400				
Current Receipts	1,793,600	14,696,000	14,696,000	14,696,000	14,696,000
Total Restricted Agency Funds	<u>14,696,000</u>	<u>14,696,000</u>	<u>14,696,000</u>	<u>14,696,000</u>	<u>14,696,000</u>
Federal Funds					
Current Receipts	10,400	10,800	11,200	10,800	11,200
TOTAL FUNDS	<u>22,005,200</u>	<u>22,227,600</u>	<u>22,686,700</u>	<u>22,227,600</u>	<u>22,686,700</u>
EXPENDITURES BY CLASS					
Personnel Costs	5,147,900	5,353,800	5,541,100	5,353,800	5,541,100
Operating Expenses	2,957,300	2,973,800	3,245,600	2,973,800	3,245,600
Capital Outlay	13,900,000	13,900,000	13,900,000	13,900,000	13,900,000
TOTAL EXPENDITURES	<u>22,005,200</u>	<u>22,227,600</u>	<u>22,686,700</u>	<u>22,227,600</u>	<u>22,686,700</u>

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Scholarships and Fellowships**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,843,400	2,863,300	2,881,400	2,863,300	2,881,400
Restricted Agency Funds					
Current Receipts	696,000	696,000	696,000	696,000	696,000
Federal Funds					
Current Receipts	11,757,400	11,757,400	11,757,400	11,757,400	11,757,400
TOTAL FUNDS	<u>15,296,800</u>	<u>15,316,700</u>	<u>15,334,800</u>	<u>15,316,700</u>	<u>15,334,800</u>
EXPENDITURES BY CLASS					
Personnel Costs	497,100	517,000	535,100	517,000	535,100
Grants, Loans or Benefits	14,799,700	14,799,700	14,799,700	14,799,700	14,799,700
TOTAL EXPENDITURES	<u>15,296,800</u>	<u>15,316,700</u>	<u>15,334,800</u>	<u>15,316,700</u>	<u>15,334,800</u>

**POSTSECONDARY EDUCATION
Eastern Kentucky University
Mandatory Transfers**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,814,800	5,309,600	5,317,400	5,309,600	5,317,400
Restricted Agency Funds					
Current Receipts	1,109,400	957,300	957,300	957,300	957,300
Federal Funds					
Current Receipts	229,200	229,200	229,200	229,200	229,200
TOTAL FUNDS	<u>7,153,400</u>	<u>6,496,100</u>	<u>6,503,900</u>	<u>6,496,100</u>	<u>6,503,900</u>
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	9,400	9,400	9,400	9,400	9,400
Debt Service	7,144,000	6,486,700	6,494,500	6,486,700	6,494,500
TOTAL EXPENDITURES	<u>7,153,400</u>	<u>6,496,100</u>	<u>6,503,900</u>	<u>6,496,100</u>	<u>6,503,900</u>

POSTSECONDARY EDUCATION
Eastern Kentucky University
Auxiliary Enterprises

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	15,902,400	16,352,200	16,792,300	16,352,200	16,792,300
Federal Funds					
Current Receipts	240,200	249,800	258,500	249,800	258,500
TOTAL FUNDS	<u>16,142,600</u>	<u>16,602,000</u>	<u>17,050,800</u>	<u>16,602,000</u>	<u>17,050,800</u>
EXPENDITURES BY CLASS					
Personnel Costs	6,153,900	6,400,000	6,621,100	6,400,000	6,621,100
Operating Expenses	8,470,800	8,687,700	8,911,800	8,687,700	8,911,800
Debt Service	1,517,900	1,514,300	1,517,900	1,514,300	1,517,900
TOTAL EXPENDITURES	<u>16,142,600</u>	<u>16,602,000</u>	<u>17,050,800</u>	<u>16,602,000</u>	<u>17,050,800</u>

POSTSECONDARY EDUCATION
Kentucky State University

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	19,798,700	20,364,100	20,872,800	20,364,100	20,872,800
Special Appropriation	125,800				
Total General Fund	<u>19,924,500</u>	<u>20,364,100</u>	<u>20,872,800</u>	<u>20,364,100</u>	<u>20,872,800</u>
Restricted Agency Funds					
Current Receipts	11,350,600	15,893,000	16,386,000	15,893,000	16,386,000
Federal Funds					
Current Receipts	11,289,900	11,617,300	11,942,500	11,617,300	11,942,500
TOTAL FUNDS	<u>42,565,000</u>	<u>47,874,400</u>	<u>49,201,300</u>	<u>47,874,400</u>	<u>49,201,300</u>
EXPENDITURES BY CLASS					
Personnel Costs	24,924,200	25,970,000	26,957,700	25,970,000	26,957,700
Operating Expenses	9,457,700	9,644,900	9,837,800	9,644,900	9,837,800
Grants, Loans or Benefits	4,218,700	4,353,400	4,484,400	4,353,400	4,484,400
Debt Service	2,654,600	2,555,100	2,528,700	2,555,100	2,528,700
Capital Outlay	1,309,800	5,351,000	5,392,700	5,351,000	5,392,700
TOTAL EXPENDITURES	<u>42,565,000</u>	<u>47,874,400</u>	<u>49,201,300</u>	<u>47,874,400</u>	<u>49,201,300</u>
EXPENDITURES BY UNIT					
Instruction	11,057,100	11,458,200	11,839,400	11,458,200	11,839,400
Research	2,517,800	2,590,900	2,663,500	2,590,900	2,663,500
Public Service	2,915,200	3,000,100	3,084,300	3,000,100	3,084,300
Libraries	883,400	916,600	947,900	916,600	947,900
Academic Support	1,201,300	1,244,700	1,286,100	1,244,700	1,286,100
Student Services	3,335,900	3,460,200	3,577,700	3,460,200	3,577,700
Institutional Support	6,234,200	6,458,600	6,672,200	6,458,600	6,672,200
Operation and Maintenance of Plant	3,814,500	7,957,800	8,093,100	7,957,800	8,093,100
Scholarships and Fellowships	4,218,700	4,353,400	4,484,400	4,353,400	4,484,400
Mandatory Transfers	2,295,400	2,223,800	2,224,600	2,223,800	2,224,600
Auxiliary Enterprises	4,091,500	4,210,100	4,328,100	4,210,100	4,328,100
TOTAL EXPENDITURES	<u>42,565,000</u>	<u>47,874,400</u>	<u>49,201,300</u>	<u>47,874,400</u>	<u>49,201,300</u>

Kentucky State College was established in 1886 by an Act of the Kentucky General Assembly. In its early years, the institution's purpose was to train Negro teachers for the Negro public schools in the Commonwealth. With the passage of the 1890 Morrill Act by the U.S. Congress, the college became a land-grant institution. A tripartite mission was instituted: teaching, research, and public service. The 1972 General Assembly elevated the college to university status, effective July 1, 1973. Since that time, the General Assembly has amended Kentucky Revised Statute 164.290 to further read . . . "It is the intent of the General Assembly that Kentucky State University shall serve as a four-year residential institution emphasizing a program of liberal studies appropriate to its size and resources." In sum, Kentucky State University (KSU) is a multipurpose institution with state

and land-grant standing. The university is authorized to provide both undergraduate and graduate programs of instruction and is accredited by regional and national accreditation agencies.

Student enrollment has stabilized at approximately 2,600. The student body is fully integrated, serving both white and black residential students and a significant number of commuting students representing the ethnic and geographic diversity of the Commonwealth.

Kentucky State University is the Commonwealth's designated, small public liberal studies university providing a common liberal studies core curriculum for all students and baccalaureate programs in the traditional arts and sciences. Kentucky State University's academic offerings are further enhanced by a variety of baccalaureate and associate degree programs in career and vocational-oriented courses of instruction such as business, computer sciences, medical technology, office administration, and nursing. Pre-professional programs in law, dentistry, medicine, veterinary medicine, optometry, allied health, and engineering are also offered. The university's liberal studies focus is further enhanced by the Whitney M. Young, Jr. College of Leadership Studies, an honors college established in 1983 which offers a baccalaureate degree earned through an innovative program of seminars and tutorials based on the Great Books Program of St. John's College (Annapolis, Maryland). Kentucky State University's Community Programs serve non-traditional learners within the framework of the general mission of the university.

Since 1973, Kentucky State University has offered a graduate program at the master's degree level in Public Affairs (M.P.A.). This multidisciplinary curriculum is specially designed to train prospective and current state government employees for challenging careers in Frankfort and elsewhere in the Commonwealth. The M.P.A. also provides internship training for its students.

At Kentucky State University, both faculty and staff are engaged in the shared work of advancing the purposes of quality education at the undergraduate and graduate levels. At the same time, the university continues its traditional land-grant research and public service functions, providing a range of community services for citizens throughout the Commonwealth. A particular objective of the university is to address the needs of state government employees in Frankfort and citizens in adjacent counties. In-service offerings include seminars and workshops yielding college credits.

POSTSECONDARY EDUCATION
Kentucky State University
Instruction

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,701,100	7,890,400	8,132,800	7,890,400	8,132,800
Restricted Agency Funds					
Current Receipts	1,690,500	1,854,000	1,944,800	1,854,000	1,944,800
Federal Funds					
Current Receipts	1,665,500	1,713,800	1,761,800	1,713,800	1,761,800
TOTAL FUNDS	<u>11,057,100</u>	<u>11,458,200</u>	<u>11,839,400</u>	<u>11,458,200</u>	<u>11,839,400</u>
EXPENDITURES BY CLASS					
Personnel Costs	9,230,100	9,596,300	9,930,200	9,596,300	9,930,200
Operating Expenses	1,495,100	1,519,600	1,556,300	1,519,600	1,556,300
Capital Outlay	331,900	342,300	352,900	342,300	352,900
TOTAL EXPENDITURES	<u>11,057,100</u>	<u>11,458,200</u>	<u>11,839,400</u>	<u>11,458,200</u>	<u>11,839,400</u>

Kentucky State University is primarily an undergraduate institution of higher education. It is a collegiate institution: colleges within the larger university structure emphasize personalized learning and instruction. Seminars and supervised group discussions are primary methods of teaching and learning at the university. Each Kentucky State University graduate is expected to acquire skills and first-hand experience in verbal and written communications; mathematical computation and reasoning; and exposure to the enduring importance of the methods and subject matters of the humanities, foreign languages, the natural sciences, the social sciences, and the fine arts. By combining a common core curriculum with carefully designed major fields of study, every student has the opportunity to both advance his or her specific learning and career objectives, while at the same time learn a common body of knowledge essential to a university education.

In the development of curricula, Kentucky State University emphasizes programs which encourage students to identify their career goals and pursue academic programs which address those goals.

POSTSECONDARY EDUCATION
Kentucky State University
Research

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,500	7,800	8,100	7,800	8,100
Federal Funds					
Current Receipts	2,510,300	2,583,100	2,655,400	2,583,100	2,655,400
TOTAL FUNDS	<u>2,517,800</u>	<u>2,590,900</u>	<u>2,663,500</u>	<u>2,590,900</u>	<u>2,663,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,232,700	2,301,500	2,361,900	2,301,500	2,361,900
Operating Expenses	285,100	289,400	301,600	289,400	301,600
TOTAL EXPENDITURES	<u>2,517,800</u>	<u>2,590,900</u>	<u>2,663,500</u>	<u>2,590,900</u>	<u>2,663,500</u>

Kentucky State University conducts a research program which complements and strengthens the instructional program and provides new information and knowledge. Kentucky State University fulfills its land-grant mission by conducting research projects in such areas as warm and cold water aquaculture, plant tissue and biotechnology, insect pest management, water quality, alternative crops for limited-resource farms, mine soil reclamation with legumes, land loss by minority farmers, apiculture, bioavailability of nutrients, and the quality and well being of the rural southern elderly. The research program continually seeks to increase external funding for new research projects, and seeks to increase internal funding and support for faculty research projects.

Kentucky State University Community Research Service is the agriculturally-related research program sponsored by Public Law 95-113 under the land-grant status for 1890 land-grant institutions. The program's current program appropriation is directed toward the production of fundamental knowledge in the sciences relating to priorities set for agriculture and rural people, translating this knowledge into useful information, and continuing to develop more relevant research to address the needs of Kentucky residents. These priorities are based on recommendations from the Joint Council on Food and Agricultural Science, research and extension emphasis of all 1890 land-grant universities, and the University of Kentucky.

POSTSECONDARY EDUCATION
Kentucky State University
Public Service

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	43,100	44,700	46,200	44,700	46,200
Federal Funds					
Current Receipts	2,872,100	2,955,400	3,038,100	2,955,400	3,038,100
TOTAL FUNDS	<u>2,915,200</u>	<u>3,000,100</u>	<u>3,084,300</u>	<u>3,000,100</u>	<u>3,084,300</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,605,200	2,685,000	2,756,200	2,685,000	2,756,200
Operating Expenses	309,200	314,200	327,100	314,200	327,100
Capital Outlay	800	900	1,000	900	1,000
TOTAL EXPENDITURES	<u>2,915,200</u>	<u>3,000,100</u>	<u>3,084,300</u>	<u>3,000,100</u>	<u>3,084,300</u>

The Public Service Program at KSU provides non-instructional services beneficial to individuals and groups external to the university. Kentucky State University continues to fulfill its land-grant mission function through the Cooperative Extension Program (CEP).

The Cooperative Extension Program reaches citizens throughout the Commonwealth of Kentucky, but the primary emphasis is in 37 counties where the Family Development and Management (FDM), Small Farm Management, and Urban Gardening programs operate. During the past year, 1,350 families were enrolled in FDM programs and another 65,051 non-program families received information through group meetings, displays, exhibits, and demonstrations. A total of 5,600 persons participated in adult group meetings, and 345 volunteers gave more than 6,000 hours. More than 14,200 youth participated in day camps, FDM-4H group meetings, and other group meetings. Approximately another 200,000 Kentuckians were reached via newspaper articles. In conjunction with the University of Kentucky-Extension Service (UK-ES) and Tennessee Valley Authority (TVA), the Urban Gardening and Small Farm Programs conducted special demonstration projects in 24 counties. The extension aquaculture specialist had direct contact with 7,350 Kentuckians about aquaculture information. Family Financial Management and Child Development and Family Life Programs reached more than 4,300 in group meetings, displays, seminars, and demonstrations. More than 250 adult volunteers trained and reached 68,000 youth throughout various school districts.

University Extension activities offer training and educational programs to many groups who might otherwise have little or no contact with the university. Included in these off-campus visitors are governmental employees and groups that represent local, state, and national organizations. During the 1996-97 year, 94 off-campus organizations involving 1,082 visitors utilized the university's facilities for meetings, performing arts programs, workshops, and for other community events. An additional 5,000 persons were brought to the institution's campus through state government training programs and workshops offered by the Governmental Service Center, and more than 25,000 area visitors also utilized the university's various athletic facilities for high school and other organized athletic events.

The Office of Community Programs coordinates the awarding of the university's continuing education units (CEUs) for all noncredit courses. A total of 359.5 CEUs were awarded through the Office of Community Programs during the 1996-97 year. These programs involved 487 participants.

POSTSECONDARY EDUCATION
Kentucky State University
Libraries

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	724,400	751,600	777,300	751,600	777,300
Restricted Agency Funds					
Current Receipts	159,000	165,000	170,600	165,000	170,600
TOTAL FUNDS	883,400	916,600	947,900	916,600	947,900
EXPENDITURES BY CLASS					
Personnel Costs	578,400	422,700	438,400	422,700	438,400
Operating Expenses	101,600	74,300	77,100	74,300	77,100
Capital Outlay	203,400	419,600	432,400	419,600	432,400
TOTAL EXPENDITURES	883,400	916,600	947,900	916,600	947,900

POSTSECONDARY EDUCATION
Kentucky State University
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	828,500	859,600	889,100	859,600	889,100
Restricted Agency Funds					
Current Receipts	169,700	176,100	182,100	176,100	182,100
Federal Funds					
Current Receipts	203,100	209,000	214,900	209,000	214,900
TOTAL FUNDS	1,201,300	1,244,700	1,286,100	1,244,700	1,286,100
EXPENDITURES BY CLASS					
Personnel Costs	1,005,200	1,044,500	1,076,400	1,044,500	1,076,400
Operating Expenses	158,500	161,400	169,700	161,400	169,700
Capital Outlay	37,600	38,800	40,000	38,800	40,000
TOTAL EXPENDITURES	1,201,300	1,244,700	1,286,100	1,244,700	1,286,100

POSTSECONDARY EDUCATION
Kentucky State University
Student Services

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,001,300	2,072,500	2,143,300	2,072,500	2,143,300
Restricted Agency Funds					
Current Receipts	1,220,400	1,270,200	1,313,600	1,270,200	1,313,600
Federal Funds					
Current Receipts	114,200	117,500	120,800	117,500	120,800
TOTAL FUNDS	3,335,900	3,460,200	3,577,700	3,460,200	3,577,700
EXPENDITURES BY CLASS					
Personnel Costs	1,985,200	2,089,400	2,179,400	2,089,400	2,179,400
Operating Expenses	1,294,400	1,312,700	1,338,400	1,312,700	1,338,400
Capital Outlay	56,300	58,100	59,900	58,100	59,900
TOTAL EXPENDITURES	3,335,900	3,460,200	3,577,700	3,460,200	3,577,700

POSTSECONDARY EDUCATION
Kentucky State University
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,731,400	2,962,500	3,060,300	2,962,500	3,060,300
Special Appropriation	125,800				
Total General Fund	2,857,200	2,962,500	3,060,300	2,962,500	3,060,300
Restricted Agency Funds					
Current Receipts	2,241,500	2,327,700	2,410,800	2,327,700	2,410,800
Federal Funds					
Current Receipts	1,135,500	1,168,400	1,201,100	1,168,400	1,201,100
TOTAL FUNDS	6,234,200	6,458,600	6,672,200	6,458,600	6,672,200
EXPENDITURES BY CLASS					
Personnel Costs	4,708,800	5,077,800	5,265,000	5,077,800	5,265,000
Operating Expenses	1,164,800	1,218,700	1,240,100	1,218,700	1,240,100
Capital Outlay	360,600	162,100	167,100	162,100	167,100
TOTAL EXPENDITURES	6,234,200	6,458,600	6,672,200	6,458,600	6,672,200

POSTSECONDARY EDUCATION
Kentucky State University
Operation and Maintenance of Plant

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,608,300	2,661,300	2,670,700	2,661,300	2,670,700
Restricted Agency Funds					
Current Receipts	1,206,200	5,296,500	5,422,400	5,296,500	5,422,400
TOTAL FUNDS	3,814,500	7,957,800	8,093,100	7,957,800	8,093,100
EXPENDITURES BY CLASS					
Personnel Costs	1,809,500	1,938,500	2,043,300	1,938,500	2,043,300
Operating Expenses	1,685,800	1,690,100	1,710,400	1,690,100	1,710,400
Capital Outlay	319,200	4,329,200	4,339,400	4,329,200	4,339,400
TOTAL EXPENDITURES	3,814,500	7,957,800	8,093,100	7,957,800	8,093,100

POSTSECONDARY EDUCATION
Kentucky State University
Scholarships and Fellowships

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	857,700	889,900	920,400	889,900	920,400
Restricted Agency Funds					
Current Receipts	571,800	593,400	613,600	593,400	613,600
Federal Funds					
Current Receipts	2,789,200	2,870,100	2,950,400	2,870,100	2,950,400
TOTAL FUNDS	4,218,700	4,353,400	4,484,400	4,353,400	4,484,400
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	4,218,700	4,353,400	4,484,400	4,353,400	4,484,400

**POSTSECONDARY EDUCATION
Kentucky State University
Mandatory Transfers**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,295,400	2,223,800	2,224,600	2,223,800	2,224,600
EXPENDITURES BY CLASS					
Debt Service	2,295,400	2,223,800	2,224,600	2,223,800	2,224,600

**POSTSECONDARY EDUCATION
Kentucky State University
Auxiliary Enterprises**

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	4,091,500	4,210,100	4,328,100	4,210,100	4,328,100
EXPENDITURES BY CLASS					
Personnel Costs	769,100	814,300	906,900	814,300	906,900
Operating Expenses	2,963,200	3,064,500	3,117,100	3,064,500	3,117,100
Debt Service	359,200	331,300	304,100	331,300	304,100
TOTAL EXPENDITURES	<u>4,091,500</u>	<u>4,210,100</u>	<u>4,328,100</u>	<u>4,210,100</u>	<u>4,328,100</u>

POSTSECONDARY EDUCATION
Morehead State University

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	35,496,700	36,439,500	37,399,500	36,689,600	38,121,700
Special Appropriation	1,326,400				
Total General Fund	<u>36,823,100</u>	<u>36,439,500</u>	<u>37,399,500</u>	<u>36,689,600</u>	<u>38,121,700</u>
Restricted Agency Funds					
Balance Forward	1,164,000				
Current Receipts	31,782,500	34,597,000	36,164,000	34,597,000	36,164,000
Total Restricted Agency Funds	<u>32,946,500</u>	<u>34,597,000</u>	<u>36,164,000</u>	<u>34,597,000</u>	<u>36,164,000</u>
Federal Funds					
Current Receipts	31,478,500	33,173,500	35,555,000	33,173,500	35,555,000
TOTAL FUNDS	<u>101,248,100</u>	<u>104,210,000</u>	<u>109,118,500</u>	<u>104,460,100</u>	<u>109,840,700</u>
EXPENDITURES BY CLASS					
Personnel Costs	47,816,100	50,097,500	52,475,000	50,097,500	52,475,000
Operating Expenses	14,943,500	15,240,500	15,325,000	15,240,500	15,325,000
Grants, Loans or Benefits	27,683,500	29,198,500	31,390,500	29,198,500	31,390,500
Debt Service	7,088,500	5,957,000	6,211,500	5,957,000	6,783,600
Capital Outlay	3,716,500	3,716,500	3,716,500	3,966,600	3,866,600
TOTAL EXPENDITURES	<u>101,248,100</u>	<u>104,210,000</u>	<u>109,118,500</u>	<u>104,460,100</u>	<u>109,840,700</u>
EXPENDITURES BY UNIT					
Instruction	25,984,600	26,531,500	27,555,000	26,631,500	27,555,000
Research	521,000	539,000	568,000	539,000	568,000
Public Service	4,585,500	4,796,000	5,101,500	4,796,000	5,101,500
Libraries	2,250,500	2,294,000	2,375,500	2,294,000	2,375,500
Academic Support	3,870,500	3,952,500	4,103,500	3,952,500	4,103,500
Student Services	6,612,500	6,767,500	7,047,000	6,767,500	7,047,000
Institutional Support	9,901,000	10,093,000	10,469,500	10,243,100	10,619,600
Operation and Maintenance of Plant	5,403,500	5,501,500	5,699,000	5,501,500	5,699,000
Scholarships and Fellowships	27,841,500	29,203,000	31,157,000	29,203,000	31,157,000
Mandatory Transfers	4,645,000	4,715,500	4,870,000	4,715,500	5,442,100
Non-Mandatory Transfers	698,000	710,500	735,500	710,500	735,500
Auxiliary Enterprises	8,934,500	9,106,000	9,437,000	9,106,000	9,437,000
TOTAL EXPENDITURES	<u>101,248,100</u>	<u>104,210,000</u>	<u>109,118,500</u>	<u>104,460,100</u>	<u>109,840,700</u>

Morehead State University's (MoSU) roots extend back to its days as a private normal school in the late-1800s. In 1922, the institution became a state normal school to meet expanded higher education needs for teacher training in Kentucky. After several name changes and an expanded perspective on higher education, MoSU was granted university status in 1966 to

provide undergraduate and selected master's and specialist programs for the citizens of northern and eastern Kentucky. MoSU has grown both in size and in the quality of its instructional, research, and public service programs and activities.

Morehead State University has operationalized its mission through the adoption of seven statements of ideals which accent the intellectual, creative, ethical, and technical development of students; the discovery and integration of knowledge; the development of leadership qualities, the utilization of past achievements and values to respond to the challenges of the future; and a commitment to excellence and integrity.

The university's four divisions -- Academic Affairs, Student Life, Administrative and Fiscal Services, and University Advancement -- work in harmony to implement strategies to fulfill the institution's ongoing strategic goals for quality education. The university's accreditation was reaffirmed in 1990 by the Southern Association of Colleges and Schools and programs in veterinary technology, social work, radiologic technology, teacher education, nursing, and music are accredited through individual professional agencies.

The MoSU campus is located in the Appalachian foothills with main campus facilities in the city of Morehead and an agricultural center in Rowan County. Art and music facilities provide cultural programs and activities for the campus, community, and surrounding area. A modern student athletic center provides health, physical education, and recreation opportunities for students, employees, and members of the community. Over 47 percent of the university's students live in 13 residence halls and the university provides extensive student development programs to meet the needs of a holistic education for all students.

Policy

The enacted budget includes General Fund appropriations as follows: \$100,000 is provided in fiscal year 1999 to establish a Distance Learning Center in the Veterinary Technology Program; \$150,000 each year is provided for a Distance Learning Center in Hindman; \$572,000 is provided in fiscal year 2000 for debt service for a new \$6 million Extended Campus Building in West Liberty.

POSTSECONDARY EDUCATION
Morehead State University
Instruction

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	13,533,500	14,405,700	14,827,800	14,505,700	14,827,800
Special Appropriation	560,000				
Total General Fund	14,093,500	14,405,700	14,827,800	14,505,700	14,827,800
Restricted Agency Funds					
Balance Forward	491,500				
Current Receipts	9,349,600	9,965,300	10,411,700	9,965,300	10,411,700
Total Restricted Agency Funds	9,841,100	9,965,300	10,411,700	9,965,300	10,411,700
Federal Funds					
Current Receipts	2,050,000	2,160,500	2,315,500	2,160,500	2,315,500
TOTAL FUNDS	25,984,600	26,531,500	27,555,000	26,631,500	27,555,000
EXPENDITURES BY CLASS					
Personnel Costs	23,540,100	24,235,100	25,304,500	24,235,100	25,304,500
Operating Expenses	2,032,700	2,013,900	1,960,300	2,013,900	1,960,300
Capital Outlay	411,800	282,500	290,200	382,500	290,200
TOTAL EXPENDITURES	25,984,600	26,531,500	27,555,000	26,631,500	27,555,000

Meeting the challenges associated with being a regional institution, MoSU emphasizes the quality of its teaching and academic programs. Over 92 undergraduate and 15 graduate programs are divided into four colleges with degrees offered at the associate, bachelor, master's, and specialist levels.

In the College of Science and Technology, students are granted degrees in physical, environmental, biological sciences, mathematics and in technical areas such as drafting, industrial, design, and electronic technologies; allied health disciplines such as nursing, and radiologic technology; agriculture programs in natural resources and animal sciences; and home economics programs in food sciences, management, and child development. Students enrolled in the College of Humanities may graduate with degrees in visual and performing arts; communications; geography; government; history; and humanities.

The College of Education and Behavioral Sciences offers accredited programs in early childhood, elementary, middle, secondary, and higher education. Specialist degrees are granted in curriculum, instruction, educational administration, guidance and counseling, and adult learning and continuing education. Offerings in this college also include the disciplines of psychology, sociology, social work, corrections, military science, and health, physical education, and recreation.

In conjunction with the University of Kentucky, MoSU offers joint doctoral programs in instruction and administration and in education policy studies and evaluation, as well as a Master's in Social Work degree. The College of Business provides degree programs in accounting, economics, information sciences, management, marketing, real estate, and office systems.

To fully meet its commitment to serve the needs of the citizens of northern and eastern Kentucky, MoSU supports a broad institutional financial aid program and provides students with opportunities to improve basic academic skills and enroll in a university honors program. Students also have opportunities to study in foreign countries and work with visiting international

scholars. A variety of courses are taught at three extended-campus centers and eight other sites including the Appalachian Graduate Consortium. Graduate programs in teacher education and business and undergraduate programs in education, business, nursing, and university studies are provided at off-campus locations, generally as part of 2+2 programs in conjunction with local community colleges. Most MoSU departments provide educational opportunities beyond the typical classroom through field experiences, internships, and cooperative programs.

**POSTSECONDARY EDUCATION
Morehead State University
Research**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	159,600	187,200	196,400	187,200	196,400
Special Appropriation	6,700				
Total General Fund	166,300	187,200	196,400	187,200	196,400
Restricted Agency Funds					
Balance Forward	5,900				
Current Receipts	112,800	102,800	105,100	102,800	105,100
Total Restricted Agency Funds	118,700	102,800	105,100	102,800	105,100
Federal Funds					
Current Receipts	236,000	249,000	266,500	249,000	266,500
TOTAL FUNDS	521,000	539,000	568,000	539,000	568,000
EXPENDITURES BY CLASS					
Personnel Costs	236,900	289,200	314,700	289,200	314,700
Operating Expenses	169,400	170,100	169,400	170,100	169,400
Capital Outlay	114,700	79,700	83,900	79,700	83,900
TOTAL EXPENDITURES	521,000	539,000	568,000	539,000	568,000

In accordance with the university's purpose statement, research at Morehead State University (MoSU) is conducted to advance basic knowledge about the humanities, social sciences, natural sciences, and arts and to apply such discoveries in a variety of fields. Empirical and qualitative research in areas such as psychology, education, life sciences, mathematics, and sociology provide additional basic information to help advance knowledge.

Basic and applied research conducted at MoSU is linked to the regional needs of Eastern Kentucky. For example, MoSU faculty and professional staff provide valuable information in the areas of plant and animal sciences in order to assist Kentucky farmers increase crop productivity. Field-based research in education provides assistance in curriculum and instruction development, vocational, agriculture, and home economics programs in the public schools. Morehead State University also supports research in early childhood and reading programs which impacts public schools' curriculum, instructional development, course design, and pedagogy. New methods for effective adult learning programs are examined and shared with centers and professionals. Improved methods for water purification are refined to ensure safe water supplies for the future.

Research about different types of prisons and correctional centers, job retention and satisfaction among correctional officers, and community relations with prisons is conducted through the MoSU Institute for Correctional Research and Training. Faculty research is combined with classroom instruction to help students gain valuable research skills and advance their understanding of academic contents.

POSTSECONDARY EDUCATION
Morehead State University
Public Service

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	565,200	603,500	630,200	603,500	630,200
Special Appropriation	24,500				
Total General Fund	589,700	603,500	630,200	603,500	630,200
Restricted Agency Funds					
Balance Forward	21,500				
Current Receipts	408,300	434,500	443,800	434,500	443,800
Total Restricted Agency Funds	429,800	434,500	443,800	434,500	443,800
Federal Funds					
Current Receipts	3,566,000	3,758,000	4,027,500	3,758,000	4,027,500
TOTAL FUNDS	4,585,500	4,796,000	5,101,500	4,796,000	5,101,500
EXPENDITURES BY CLASS					
Personnel Costs	3,275,700	3,503,000	3,796,900	3,503,000	3,796,900
Operating Expenses	1,193,400	1,211,200	1,217,800	1,211,200	1,217,800
Capital Outlay	116,400	81,800	86,800	81,800	86,800
TOTAL EXPENDITURES	4,585,500	4,796,000	5,101,500	4,796,000	5,101,500

Morehead State University (MoSU) provides a variety of services to meet the needs of the region it serves. Through outreach programs, the University provides assistance to community and economic development projects as well as with individual business and company problems. Education at MoSU is viewed along a continuum, and as such, the institution provides opportunities for continued learning outside the formal educational context. Continuing education programs are offered for a variety of professionals, including nursing and allied health disciplines.

The University's commitment to assisting with the Kentucky Education Reform Act includes professional development opportunities for school administrators, counselors, and teachers. Morehead State University maintains formal partnerships with various school systems and such groups as the Kentucky Educational Development Corporation to better serve the needs of the region.

The University is a center for GED testing and preparation and offers statewide services for the GED through the KET program. Morehead State University directs the Head Start program in Rowan County and the Eastern Kentucky Small Business Development Center. The University operates a public broadcasting radio station and sponsors a community arts series to help meet the cultural needs of eastern Kentucky. Five educational opportunity centers are also operated by MoSU to assist disadvantaged adults in meeting their post-secondary education needs.

Morehead State University serves as a Leader in eastern Kentucky for the economic, cultural, and social development of the region.

POSTSECONDARY EDUCATION
Morehead State University
Libraries

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,236,200	1,389,600	1,424,000	1,389,600	1,424,000
Special Appropriation	50,800				
Total General Fund	1,287,000	1,389,600	1,424,000	1,389,600	1,424,000
Restricted Agency Funds					
Balance Forward	44,600				
Current Receipts	847,900	829,400	871,000	829,400	871,000
Total Restricted Agency Funds	892,500	829,400	871,000	829,400	871,000
Federal Funds					
Current Receipts	71,000	75,000	80,500	75,000	80,500
TOTAL FUNDS	2,250,500	2,294,000	2,375,500	2,294,000	2,375,500
EXPENDITURES BY CLASS					
Personnel Costs	1,547,700	1,763,400	1,836,100	1,763,400	1,836,100
Operating Expenses	162,000	160,200	156,800	160,200	156,800
Capital Outlay	540,800	370,400	382,600	370,400	382,600
TOTAL EXPENDITURES	2,250,500	2,294,000	2,375,500	2,294,000	2,375,500

POSTSECONDARY EDUCATION
Morehead State University
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,969,800	2,148,000	2,234,000	2,148,000	2,234,000
Special Appropriation	84,200				
Total General Fund	<u>2,054,000</u>	<u>2,148,000</u>	<u>2,234,000</u>	<u>2,148,000</u>	<u>2,234,000</u>
Restricted Agency Funds					
Balance Forward	73,900				
Current Receipts	1,405,100	1,449,000	1,488,500	1,449,000	1,488,500
Total Restricted Agency Funds	<u>1,479,000</u>	<u>1,449,000</u>	<u>1,488,500</u>	<u>1,449,000</u>	<u>1,488,500</u>
Federal Funds					
Current Receipts	337,500	355,500	381,000	355,500	381,000
TOTAL FUNDS	<u>3,870,500</u>	<u>3,952,500</u>	<u>4,103,500</u>	<u>3,952,500</u>	<u>4,103,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,025,400	2,179,100	2,356,400	2,179,100	2,356,400
Operating Expenses	1,664,200	1,649,200	1,618,500	1,649,200	1,618,500
Capital Outlay	180,900	124,200	128,600	124,200	128,600
TOTAL EXPENDITURES	<u>3,870,500</u>	<u>3,952,500</u>	<u>4,103,500</u>	<u>3,952,500</u>	<u>4,103,500</u>

POSTSECONDARY EDUCATION
Morehead State University
Student Services

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,130,900	3,381,400	3,516,500	3,381,400	3,516,500
Special Appropriation	133,800				
Total General Fund	<u>3,264,700</u>	<u>3,381,400</u>	<u>3,516,500</u>	<u>3,381,400</u>	<u>3,516,500</u>
Restricted Agency Funds					
Balance Forward	117,400				
Current Receipts	2,234,400	2,336,600	2,405,500	2,336,600	2,405,500
Total Restricted Agency Funds	<u>2,351,800</u>	<u>2,336,600</u>	<u>2,405,500</u>	<u>2,336,600</u>	<u>2,405,500</u>
Federal Funds					
Current Receipts	996,000	1,049,500	1,125,000	1,049,500	1,125,000
TOTAL FUNDS	<u>6,612,500</u>	<u>6,767,500</u>	<u>7,047,000</u>	<u>6,767,500</u>	<u>7,047,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	3,842,800	4,045,400	4,130,700	4,045,400	4,130,700
Operating Expenses	2,675,800	2,657,500	2,615,800	2,657,500	2,615,800
Grants, Loans or Benefits			233,500		233,500
Capital Outlay	93,900	64,600	67,000	64,600	67,000
TOTAL EXPENDITURES	<u>6,612,500</u>	<u>6,767,500</u>	<u>7,047,000</u>	<u>6,767,500</u>	<u>7,047,000</u>

POSTSECONDARY EDUCATION
Morehead State University
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,388,400	5,834,500	5,984,500	5,984,600	6,134,600
Special Appropriation	223,300				
Total General Fund	<u>5,611,700</u>	<u>5,834,500</u>	<u>5,984,500</u>	<u>5,984,600</u>	<u>6,134,600</u>
Restricted Agency Funds					
Balance Forward	195,900				
Current Receipts	3,727,400	3,873,000	4,071,500	3,873,000	4,071,500
Total Restricted Agency Funds	<u>3,923,300</u>	<u>3,873,000</u>	<u>4,071,500</u>	<u>3,873,000</u>	<u>4,071,500</u>
Federal Funds					
Current Receipts	366,000	385,500	413,500	385,500	413,500
TOTAL FUNDS	<u>9,901,000</u>	<u>10,093,000</u>	<u>10,469,500</u>	<u>10,243,100</u>	<u>10,619,600</u>
EXPENDITURES BY CLASS					
Personnel Costs	8,026,900	8,471,600	8,851,400	8,471,600	8,851,400
Operating Expenses	1,109,700	1,097,800	1,076,400	1,097,800	1,076,400
Capital Outlay	764,400	523,600	541,700	673,700	691,800
TOTAL EXPENDITURES	<u>9,901,000</u>	<u>10,093,000</u>	<u>10,469,500</u>	<u>10,243,100</u>	<u>10,619,600</u>

**POSTSECONDARY EDUCATION
Morehead State University
Operation and Maintenance of Plant**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,043,900	3,346,400	3,446,500	3,346,400	3,446,500
Special Appropriation	126,800				
Total General Fund	<u>3,170,700</u>	<u>3,346,400</u>	<u>3,446,500</u>	<u>3,346,400</u>	<u>3,446,500</u>
Restricted Agency Funds					
Balance Forward	111,300				
Current Receipts	2,117,000	2,150,600	2,247,500	2,150,600	2,247,500
Total Restricted Agency Funds	<u>2,228,300</u>	<u>2,150,600</u>	<u>2,247,500</u>	<u>2,150,600</u>	<u>2,247,500</u>
Federal Funds					
Current Receipts	4,500	4,500	5,000	4,500	5,000
TOTAL FUNDS	<u>5,403,500</u>	<u>5,501,500</u>	<u>5,699,000</u>	<u>5,501,500</u>	<u>5,699,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	3,688,700	4,017,900	4,220,500	4,017,900	4,220,500
Operating Expenses	1,021,900	1,009,600	988,700	1,009,600	988,700
Capital Outlay	692,900	474,000	489,800	474,000	489,800
TOTAL EXPENDITURES	<u>5,403,500</u>	<u>5,501,500</u>	<u>5,699,000</u>	<u>5,501,500</u>	<u>5,699,000</u>

**POSTSECONDARY EDUCATION
Morehead State University
Scholarships and Fellowships**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,394,500	2,590,300	2,575,800	2,590,300	2,575,800
Special Appropriation	99,900				
Total General Fund	2,494,400	2,590,300	2,575,800	2,590,300	2,575,800
Restricted Agency Funds					
Balance Forward	87,600				
Current Receipts	1,667,000	1,749,700	1,933,700	1,749,700	1,933,700
Total Restricted Agency Funds	1,754,600	1,749,700	1,933,700	1,749,700	1,933,700
Federal Funds					
Current Receipts	23,592,500	24,863,000	26,647,500	24,863,000	26,647,500
TOTAL FUNDS	27,841,500	29,203,000	31,157,000	29,203,000	31,157,000
EXPENDITURES BY CLASS					
Personnel Costs	158,000	4,500		4,500	
Grants, Loans or Benefits	27,683,500	29,198,500	31,157,000	29,198,500	31,157,000
TOTAL EXPENDITURES	27,841,500	29,203,000	31,157,000	29,203,000	31,157,000

**POSTSECONDARY EDUCATION
Morehead State University
Mandatory Transfers**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,688,300	2,129,000	2,128,400	2,129,000	2,700,500
Restricted Agency Funds					
Current Receipts	956,700	2,586,500	2,741,600	2,586,500	2,741,600
TOTAL FUNDS	4,645,000	4,715,500	4,870,000	4,715,500	5,442,100
EXPENDITURES BY CLASS					
Debt Service	4,645,000	3,820,500	4,075,000	3,820,500	4,647,100
Capital Outlay		895,000	795,000	895,000	795,000
TOTAL EXPENDITURES	4,645,000	4,715,500	4,870,000	4,715,500	5,442,100

**POSTSECONDARY EDUCATION
Morehead State University
Non-Mandatory Transfers**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	386,400	423,900	435,400	423,900	435,400
Special Appropriation	16,400				
Total General Fund	402,800	423,900	435,400	423,900	435,400
Restricted Agency Funds					
Balance Forward	14,400				
Current Receipts	280,800	286,600	300,100	286,600	300,100
Total Restricted Agency Funds	295,200	286,600	300,100	286,600	300,100
TOTAL FUNDS	698,000	710,500	735,500	710,500	735,500
EXPENDITURES BY CLASS					
Capital Outlay	698,000	710,500	735,500	710,500	735,500

POSTSECONDARY EDUCATION
Morehead State University
Auxiliary Enterprises

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	8,675,500	8,833,000	9,144,000	8,833,000	9,144,000
Federal Funds					
Current Receipts	259,000	273,000	293,000	273,000	293,000
TOTAL FUNDS	<u>8,934,500</u>	<u>9,106,000</u>	<u>9,437,000</u>	<u>9,106,000</u>	<u>9,437,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	1,473,900	1,588,300	1,663,800	1,588,300	1,663,800
Operating Expenses	4,914,400	5,271,000	5,521,300	5,271,000	5,521,300
Debt Service	2,443,500	2,136,500	2,136,500	2,136,500	2,136,500
Capital Outlay	102,700	110,200	115,400	110,200	115,400
TOTAL EXPENDITURES	<u>8,934,500</u>	<u>9,106,000</u>	<u>9,437,000</u>	<u>9,106,000</u>	<u>9,437,000</u>

POSTSECONDARY EDUCATION
Murray State University

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	43,701,300	45,409,500	44,739,000	45,694,300	45,024,100
Special Appropriation	224,900				
Total General Fund	<u>43,926,200</u>	<u>45,409,500</u>	<u>44,739,000</u>	<u>45,694,300</u>	<u>45,024,100</u>
Restricted Agency Funds					
Current Receipts	45,417,300	47,564,500	49,372,000	47,564,500	49,372,000
Federal Funds					
Current Receipts	7,467,500	6,819,000	7,214,500	6,819,000	7,214,500
TOTAL FUNDS	<u>96,811,000</u>	<u>99,793,000</u>	<u>101,325,500</u>	<u>100,077,800</u>	<u>101,610,600</u>
EXPENDITURES BY CLASS					
Personnel Costs	55,906,000	57,347,500	58,987,500	57,372,400	58,987,600
Operating Expenses	26,731,500	25,465,500	26,797,000	25,725,400	27,179,700
Grants, Loans or Benefits	8,012,000	9,012,000	9,012,000	9,012,000	9,012,000
Debt Service	4,241,500	6,048,000	4,197,000	6,048,000	4,197,000
Capital Outlay	1,920,000	1,920,000	2,332,000	1,920,000	2,234,300
TOTAL EXPENDITURES	<u>96,811,000</u>	<u>99,793,000</u>	<u>101,325,500</u>	<u>100,077,800</u>	<u>101,610,600</u>
EXPENDITURES BY UNIT					
Instruction	32,424,000	32,695,000	33,591,000	35,635,300	36,527,100
Research	1,452,500	1,469,500	1,507,000	1,469,500	1,507,000
Public Service	4,222,000	4,270,500	4,380,500	4,270,500	4,380,500
Libraries	2,417,500	2,445,000	2,508,500	2,445,000	2,508,500
Academic Support	3,657,500	3,699,500	3,795,000	3,699,500	3,795,000
Student Services	6,025,000	6,043,500	6,202,000	6,043,500	6,202,000
Institutional Support	8,455,500	8,502,000	8,674,000	8,502,000	8,674,000
Operation and Maintenance of Plant	8,983,500	8,782,500	9,529,000	8,782,500	9,529,000
Scholarships and Fellowships	11,182,000	11,380,500	11,693,000	11,380,500	11,693,000
Mandatory Transfers	4,241,500	6,048,000	4,197,000	3,392,500	1,546,000
Non-Mandatory Transfers	461,500	438,000	458,500	438,000	458,500
Auxiliary Enterprises	13,288,500	14,019,000	14,790,000	14,019,000	14,790,000
TOTAL EXPENDITURES	<u>96,811,000</u>	<u>99,793,000</u>	<u>101,325,500</u>	<u>100,077,800</u>	<u>101,610,600</u>

Murray State University (MuSU) was created by the Kentucky General Assembly in 1922 as Murray State Normal School. The university's role has expanded since its founding, as indicated by changes in its name: Murray State Teachers' College (1930), Murray State College (1948), and Murray State University (1966). The MuSU tradition of quality education through close interaction between students and faculty has been maintained as the institution has enlarged its mission at the direction of the Board of Regents and the General Assembly. Today Murray State University serves West Kentucky as an educational and cultural center whose achievements continue to improve the quality of life of citizens in its region.

To carry out its mission of instruction, research, and service most effectively, Murray State University has established an on-going strategic planning process to evaluate all institutional policies and activities. A new strategic plan approved by the Board of Regents in November 1990 sets four major goals for the university in the areas of demonstrated baccalaureate excellence, effective regional service, fiscal accountability, and personnel involvement and support. A comprehensive program of assessment of institutional effectiveness supports the achievement of the plan.

The central focus of the university's educational mission is its degree programs at the associate, baccalaureate, master's, and specialist levels; its non-degree professional and technical programs; and its joint doctoral programs with the University of Kentucky and the University of Louisville. Murray State University's commitment to quality is evident in each of these programs.

Fifty-seven degree programs have achieved accreditation from 14 national professional organizations. Degrees are conferred through the six colleges: Business and Public Affairs, Education, Fine Arts and Communication, Humanistic Studies, Industry and Technology, and Science.

Through its academic and research programs which focus on Kentucky Lake, the Center of Excellence for Reservoir Research serves as a national model for quality instruction, applied research and service to economic development.

Through the Center for Continuing Education and Academic Outreach, Murray State University provides access to learning for adults in the region who are placebound or have other special needs. The Paducah Extended-Campus Center achieved that designation from the Council on Higher Education in 1990. The Eastern Rim Extended Campus Center, with sites in Madisonville, Hopkinsville, and Fort Campbell was recognized but not funded in 1992. Building on community college programs, the centers offer baccalaureate-degree programs in nursing, English, and business in addition to secondary certification programs and the Master of Business Administration and the Master of Science in Nursing. Additional programs are under development.

Murray State University also serves the West Kentucky region through the Breathitt Veterinary Center, the West Kentucky Small Business Development Center, the National Aeronautics and Space Administration (NASA) Teacher Resource Center, the National Scouting Museum, Wrather West Kentucky Museum, and WKMS-FM.

Policy

The enacted budget includes a General Fund appropriation of \$285,000 each year for the development and production of professional development courses to be delivered over the Kentucky TeleLinking Network.

POSTSECONDARY EDUCATION
Murray State University
Instruction

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	18,884,000	19,018,700	19,468,200	21,959,000	22,404,300
Special Appropriation	102,700				
Total General Fund	18,986,700	19,018,700	19,468,200	21,959,000	22,404,300
Restricted Agency Funds					
Current Receipts	12,100,900	12,437,200	12,779,500	12,437,200	12,779,500
Federal Funds					
Current Receipts	1,336,400	1,239,100	1,343,300	1,239,100	1,343,300
TOTAL FUNDS	32,424,000	32,695,000	33,591,000	35,635,300	36,527,100
EXPENDITURES BY CLASS					
Personnel Costs	26,560,800	27,314,100	27,891,800	27,313,900	27,891,900
Operating Expenses	5,458,000	4,929,900	5,264,800	7,870,400	8,200,800
Capital Outlay	405,200	451,000	434,400	451,000	434,400
TOTAL EXPENDITURES	32,424,000	32,695,000	33,591,000	35,635,300	36,527,100

Murray State University attracts outstanding high school graduates; its entering students consistently score above state and national norms on the ACT. The university takes seriously its responsibility to provide these students with the best opportunities for learning. The challenging, interdisciplinary general education core of all undergraduate students is one of the strongest in Kentucky. The Honors Program builds on that core to produce graduates who will be competitive nationwide. The many excellent opportunities for study abroad coordinated by the Center for International Programs reflect Murray State University's commitment to integrating global awareness in all its programs.

Nine degree programs in the College of Business and Public Affairs, including the Master of Business Administration, are accredited by the American Assembly of Collegiate Schools of Business (AACSB). In the College of Education, emphasis is placed on services to regional school systems and innovative in teacher preparation programs that support goals of the Kentucky Education Reform Act through a partnership role with the schools. The College of Fine Arts and Communication is the performing arts and cultural center of West Kentucky, while the College of Humanistic Studies administers much of the core of general education. The College of Industry and Technology plays an important role in economic development and manpower production. The Center of Excellence for Reservoir Research is the centerpiece of the College of Science.

Members of the Murray State University faculty have been recognized nationally for professional excellence. Educational resources at Murray State University include the University Libraries, the Faculty Resource Center, the Center for International Programs, and the Learning Center. Extended-campus classes, workshops, noncredit courses, and the Bachelor of Independent Studies degree program serve over 100,000 participants a year outside the Murray campus.

The NASA Teacher Resource Center in the Waterfield Library provides school personnel in a five-state region with classroom materials on science, mathematics, and technology. A 100,000-watt radio station, WKMS, and a television station offer regional programming, while arts programs provide concerts, art exhibits, and other presentations throughout the region. The National Museum of the Boy Scouts of America and the Wrather West Kentucky Museum preserve artifacts and provide educational exhibits and activities.

POSTSECONDARY EDUCATION
Murray State University
Research

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	594,700	601,400	618,400	601,400	618,400
Special Appropriation	2,500				
Total General Fund	597,200	601,400	618,400	601,400	618,400
Restricted Agency Funds					
Current Receipts	714,100	737,400	744,900	737,400	744,900
Federal Funds					
Current Receipts	141,200	130,700	143,700	130,700	143,700
TOTAL FUNDS	1,452,500	1,469,500	1,507,000	1,469,500	1,507,000
EXPENDITURES BY CLASS					
Personnel Costs	611,200	632,600	651,200	632,600	651,200
Operating Expenses	687,600	667,500	659,600	667,500	659,600
Capital Outlay	153,700	169,400	196,200	169,400	196,200
TOTAL EXPENDITURES	1,452,500	1,469,500	1,507,000	1,469,500	1,507,000

Murray State University recognizes the importance of scholarly activity. Most research at Murray State University is applied research that seeks to use and preserve the natural resources of the region; to understand human behavior and learning; and to serve the needs of agriculture, business, industry, and government. Research activity is conducted through academic departments and several other university units. Three units provide research facilities for the Center of Excellence for Reservoir Research: Hancock Biological Station on Kentucky Lake, the site of research in reservoir ecology, wildlife and aquatic biology, and water quality; the Mid-America Remote Sensing Center (MARC), the official transfer agent for National Aeronautics and Space Administration (NASA) Landsat technology to Kentucky; and the Chemical Services Laboratory.

Breathitt Veterinary Center provides valuable research in animal health and diagnostic services to animal producers and businesses that support the food animal industry in West Kentucky. Wickliffe Mounds Research Center, a site of Mississippian Indian mounds and artifacts, is preserved, studied, and operated for public benefit by Murray State University.

POSTSECONDARY EDUCATION
Murray State University
Public Service

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,155,500	2,175,900	2,250,500	2,175,900	2,250,500
Special Appropriation	11,500				
Total General Fund	<u>2,167,000</u>	<u>2,175,900</u>	<u>2,250,500</u>	<u>2,175,900</u>	<u>2,250,500</u>
Restricted Agency Funds					
Current Receipts	1,821,300	1,884,100	1,904,700	1,884,100	1,904,700
Federal Funds					
Current Receipts	233,700	210,500	225,300	210,500	225,300
TOTAL FUNDS	<u>4,222,000</u>	<u>4,270,500</u>	<u>4,380,500</u>	<u>4,270,500</u>	<u>4,380,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,871,100	2,973,500	3,051,900	2,973,500	3,051,900
Operating Expenses	1,229,200	1,163,700	1,170,200	1,163,700	1,170,200
Capital Outlay	121,700	133,300	158,400	133,300	158,400
TOTAL EXPENDITURES	<u>4,222,000</u>	<u>4,270,500</u>	<u>4,380,500</u>	<u>4,270,500</u>	<u>4,380,500</u>

Murray State University strives not only to serve immediate needs of West Kentucky citizens for adequate public education, promotion of local business and industry, and additional recreational opportunities, but also to fulfill a leadership role in anticipating and meeting needs. The Center for Continuing Education and Academic Outreach (CE/AO) is the coordinating office for services to returning and nonresidential students, including the Paducah and Eastern Rim Extended-Campus Centers.

Continuing Education and Academic Outreach also coordinates Murray State University's Interactive Telecommunications Network (ITN), operated with the cooperation of the West Kentucky Educational Cooperative. Murray State University is linked by interactive television and computer overlay to ITN classrooms at Paducah, Madisonville and Hopkinsville Community Colleges, and at high schools in the cities of Fulton and Hickman. The ITN is also used extensively to carry courses in such subjects as physics and foreign languages to rural high schools and to provide important support for education reform.

The Office of Economic Development, training programs for area business and governmental agencies, and the West Kentucky Small Business Development Center serve the needs of businesses in the Purchase, Pennyrile, and Green River Area Development Districts. The Martha Layne Collins Center for Industry and Technology is a focus of opportunities available to regional industry through research, consultant services, and workforce training.

Murray State University also serves the West Kentucky region through the Breathitt Veterinary Center, the West Kentucky Small Business Development Center, the National Aeronautics and Space Administration (NASA) Teacher Resource Center, the National Scouting Museum, Wrather West Kentucky Museum, and WKMS-FM.

POSTSECONDARY EDUCATION
Murray State University
Libraries

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,249,500	1,260,600	1,289,100	1,260,600	1,289,100
Special Appropriation	5,400				
Total General Fund	1,254,900	1,260,600	1,289,100	1,260,600	1,289,100
Restricted Agency Funds					
Current Receipts	1,001,100	1,038,800	1,066,000	1,038,800	1,066,000
Federal Funds					
Current Receipts	161,500	145,600	153,400	145,600	153,400
TOTAL FUNDS	2,417,500	2,445,000	2,508,500	2,445,000	2,508,500
EXPENDITURES BY CLASS					
Personnel Costs	1,347,900	1,389,600	1,423,400	1,389,600	1,423,400
Operating Expenses	862,900	831,600	819,700	831,600	819,700
Capital Outlay	206,700	223,800	265,400	223,800	265,400
TOTAL EXPENDITURES	2,417,500	2,445,000	2,508,500	2,445,000	2,508,500

POSTSECONDARY EDUCATION
Murray State University
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,986,800	1,998,900	2,031,500	1,998,900	2,031,500
Special Appropriation	13,600				
Total General Fund	<u>2,000,400</u>	<u>1,998,900</u>	<u>2,031,500</u>	<u>1,998,900</u>	<u>2,031,500</u>
Restricted Agency Funds					
Current Receipts	1,395,400	1,466,800	1,512,500	1,466,800	1,512,500
Federal Funds					
Current Receipts	261,700	233,800	251,000	233,800	251,000
TOTAL FUNDS	<u>3,657,500</u>	<u>3,699,500</u>	<u>3,795,000</u>	<u>3,699,500</u>	<u>3,795,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	2,663,300	2,788,300	2,844,800	2,788,300	2,844,800
Operating Expenses	856,900	759,000	769,500	759,000	769,500
Capital Outlay	137,300	152,200	180,700	152,200	180,700
TOTAL EXPENDITURES	<u>3,657,500</u>	<u>3,699,500</u>	<u>3,795,000</u>	<u>3,699,500</u>	<u>3,795,000</u>

POSTSECONDARY EDUCATION
Murray State University
Student Services

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,138,500	3,158,500	3,080,100	3,158,500	3,080,100
Special Appropriation	21,200				
Total General Fund	<u>3,159,700</u>	<u>3,158,500</u>	<u>3,080,100</u>	<u>3,158,500</u>	<u>3,080,100</u>
Restricted Agency Funds					
Current Receipts	2,404,100	2,475,300	2,688,000	2,475,300	2,688,000
Federal Funds					
Current Receipts	461,200	409,700	433,900	409,700	433,900
TOTAL FUNDS	<u>6,025,000</u>	<u>6,043,500</u>	<u>6,202,000</u>	<u>6,043,500</u>	<u>6,202,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	4,147,800	4,249,400	4,326,400	4,249,400	4,326,400
Operating Expenses	1,877,200	1,794,100	1,875,600	1,794,100	1,875,600
TOTAL EXPENDITURES	<u>6,025,000</u>	<u>6,043,500</u>	<u>6,202,000</u>	<u>6,043,500</u>	<u>6,202,000</u>

POSTSECONDARY EDUCATION
Murray State University
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,543,800	3,366,900	3,638,200	3,366,900	3,638,200
Special Appropriation	37,000				
Total General Fund	3,580,800	3,366,900	3,638,200	3,366,900	3,638,200
Restricted Agency Funds					
Current Receipts	4,531,700	4,826,900	4,717,300	4,826,900	4,717,300
Federal Funds					
Current Receipts	343,000	308,200	318,500	308,200	318,500
TOTAL FUNDS	8,455,500	8,502,000	8,674,000	8,502,000	8,674,000
EXPENDITURES BY CLASS					
Personnel Costs	7,233,100	7,426,900	7,523,800	7,426,900	7,523,800
Operating Expenses	849,200	670,900	677,000	670,900	677,000
Capital Outlay	373,200	404,200	473,200	404,200	473,200
TOTAL EXPENDITURES	8,455,500	8,502,000	8,674,000	8,502,000	8,674,000

POSTSECONDARY EDUCATION
Murray State University
Operation and Maintenance of Plant

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,721,400	3,618,300	3,897,800	3,618,300	3,897,800
Special Appropriation	21,000				
Total General Fund	3,742,400	3,618,300	3,897,800	3,618,300	3,897,800
Restricted Agency Funds					
Current Receipts	4,736,300	4,727,200	5,173,300	4,727,200	5,173,300
Federal Funds					
Current Receipts	504,800	437,000	457,900	437,000	457,900
TOTAL FUNDS	8,983,500	8,782,500	9,529,000	8,782,500	9,529,000
EXPENDITURES BY CLASS					
Personnel Costs	4,200,400	4,127,500	4,440,000	4,127,500	4,440,000
Operating Expenses	4,783,100	4,655,000	5,089,000	4,655,000	5,089,000
TOTAL EXPENDITURES	8,983,500	8,782,500	9,529,000	8,782,500	9,529,000

POSTSECONDARY EDUCATION
Murray State University
Scholarships and Fellowships

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,724,100	3,724,300	3,809,700	3,724,300	3,809,700
Special Appropriation	10,000				
Total General Fund	<u>3,734,100</u>	<u>3,724,300</u>	<u>3,809,700</u>	<u>3,724,300</u>	<u>3,809,700</u>
Restricted Agency Funds					
Current Receipts	3,423,900	3,951,800	3,995,800	3,951,800	3,995,800
Federal Funds					
Current Receipts	4,024,000	3,704,400	3,887,500	3,704,400	3,887,500
TOTAL FUNDS	<u>11,182,000</u>	<u>11,380,500</u>	<u>11,693,000</u>	<u>11,380,500</u>	<u>11,693,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	1,949,700	2,002,000	2,008,600	2,002,000	2,008,600
Operating Expenses	1,038,400	348,500	573,500	348,500	573,500
Grants, Loans or Benefits	8,012,000	9,012,000	9,012,000	9,012,000	9,012,000
Capital Outlay	181,900	18,000	98,900	18,000	98,900
TOTAL EXPENDITURES	<u>11,182,000</u>	<u>11,380,500</u>	<u>11,693,000</u>	<u>11,380,500</u>	<u>11,693,000</u>

**POSTSECONDARY EDUCATION
Murray State University
Mandatory Transfers**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,241,500	6,048,000	4,197,000	3,392,500	1,546,000
EXPENDITURES BY CLASS					
Debt Service	4,241,500	6,048,000	4,197,000	3,392,500	1,546,000

**POSTSECONDARY EDUCATION
Murray State University
Non-Mandatory Transfers**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	461,500	438,000	458,500	438,000	458,500
EXPENDITURES BY CLASS					
Operating Expenses	461,500	438,000	458,500	438,000	458,500

**POSTSECONDARY EDUCATION
Murray State University
Auxiliary Enterprises**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	13,288,500	14,019,000	14,790,000	14,019,000	14,790,000
EXPENDITURES BY CLASS					
Personnel Costs	4,320,700	4,443,600	4,825,600	4,468,700	4,825,600
Operating Expenses	8,627,500	9,207,300	9,439,600	6,526,700	6,886,300
Debt Service				2,655,500	2,651,000
Capital Outlay	340,300	368,100	524,800	368,100	427,100
TOTAL EXPENDITURES	13,288,500	14,019,000	14,790,000	14,019,000	14,790,000

POSTSECONDARY EDUCATION
Northern Kentucky University

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	32,326,600	33,903,000	34,722,000	33,902,900	34,721,700
Special Appropriation	929,700				
Total General Fund	<u>33,256,300</u>	<u>33,903,000</u>	<u>34,722,000</u>	<u>33,902,900</u>	<u>34,721,700</u>
Restricted Agency Funds					
Current Receipts	44,329,200	46,341,500	48,500,500	46,341,600	48,500,800
Federal Funds					
Current Receipts	4,761,500	4,761,500	4,761,500	4,761,500	4,761,500
TOTAL FUNDS	<u>82,347,000</u>	<u>85,006,000</u>	<u>87,984,000</u>	<u>85,006,000</u>	<u>87,984,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	49,868,500	51,661,000	53,725,000	51,661,000	53,725,000
Operating Expenses	12,916,500	13,658,000	14,259,000	13,658,000	14,259,000
Grants, Loans or Benefits	8,787,000	8,908,000	9,033,000	8,908,000	9,033,000
Debt Service	6,852,500	6,686,000	6,697,000	6,686,000	6,697,000
Capital Outlay	3,922,500	4,093,000	4,270,000	4,093,000	4,270,000
TOTAL EXPENDITURES	<u>82,347,000</u>	<u>85,006,000</u>	<u>87,984,000</u>	<u>85,006,000</u>	<u>87,984,000</u>
EXPENDITURES BY UNIT					
Instruction	28,531,000	29,641,000	31,178,000	29,641,000	31,178,000
Research	258,500	259,500	260,500	259,500	260,500
Public Service	1,841,000	1,907,500	1,950,500	1,907,500	1,950,500
Libraries	3,860,500	4,034,500	4,169,000	4,034,500	4,169,000
Academic Support	3,967,500	4,142,500	4,303,500	4,142,500	4,303,500
Student Services	5,972,000	6,180,000	6,415,000	6,180,000	6,415,000
Institutional Support	11,441,500	12,086,500	12,461,000	12,086,500	12,461,000
Operation and Maintenance of Plant	6,379,500	6,568,500	6,784,500	6,568,500	6,784,500
Scholarships and Fellowships	7,977,500	8,098,500	8,223,500	8,098,500	8,223,500
Mandatory Transfers	5,253,500	5,087,500	5,098,500	5,087,500	5,098,500
Non-Mandatory Transfers	716,000	716,000	716,000	716,000	716,000
Auxiliary Enterprises	6,148,500	6,284,000	6,424,000	6,284,000	6,424,000
TOTAL EXPENDITURES	<u>82,347,000</u>	<u>85,006,000</u>	<u>87,984,000</u>	<u>85,006,000</u>	<u>87,984,000</u>

Northern Kentucky University (NKU) is a comprehensive institution of higher education located in a large metropolitan area. NKU, therefore, recognizes an obligation to serve as a multipurpose, metropolitan institution. In order to meet the needs of the eight-county northern Kentucky region, the university provides programs at the associate, bachelor's, master's, and first-professional degree levels. The university started in 1948 as an extension center of the University of Kentucky (UK) and later as part of the University of Kentucky's Community College System, and became an autonomous senior institution in 1968 by an act of the Kentucky General Assembly. A Board of Regents was appointed, and subsequently, the Board of Trustees of the

University of Kentucky turned over the Covington facilities and assets of Northern Community College to Northern Kentucky State College. These facilities, along with the community college faculty and students, formed the nucleus of Northern.

Limited space at the Covington campus and a rapidly growing enrollment necessitated the move to a new campus, built in Highland Heights. Beginning in the fall semester 1972, most baccalaureate classes were moved to the Highland Heights campus, with the first bachelor's degrees awarded in the spring of 1973.

In 1976, Northern Kentucky State College was changed to Northern Kentucky University by KRS 164.290. The programs of study offered by the university are those of a multipurpose state institution. There are 68 undergraduate degree programs offered in the arts and sciences, in business, and in professional studies areas. Master's degrees in education, business administration, public administration, nursing, and a joint JD/MBA degree are offered as well as a juris doctor degree. The NKU Graduate Center, created in response to NKU's special mission of exploring experimental methods of delivering education, offers degree programs in community nutrition (with Eastern Kentucky University), library science (with UK), nursing (with UK), and social work (with UK).

Northern Kentucky University also works closely with vocational schools in the area in joint programs in the areas of industrial education, nursing, and data processing to avoid duplication of facilities and to facilitate student movement between the vocational school and the university.

In 1981, the Commonwealth of Kentucky and the state of Ohio entered into a reciprocal tuition agreement at the graduate and first-professional degree levels. The agreement permits citizens of northern Kentucky and Cincinnati to attend either NKU or the University of Cincinnati at resident tuition rates. In 1991, a reciprocity agreement was developed to include selected undergraduate programs at the University of Cincinnati, Cincinnati Technical College, and NKU. Approximately 600 students from northern Kentucky are taking advantage of over 200 University of Cincinnati programs now available to them.

**POSTSECONDARY EDUCATION
Northern Kentucky University
Instruction**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	14,826,600	15,741,100	16,303,700	15,741,100	16,303,700
Special Appropriation	550,000				
Total General Fund	15,376,600	15,741,100	16,303,700	15,741,100	16,303,700
Restricted Agency Funds					
Current Receipts	13,046,700	13,792,200	14,766,600	13,792,200	14,766,600
Federal Funds					
Current Receipts	107,700	107,700	107,700	107,700	107,700
TOTAL FUNDS	28,531,000	29,641,000	31,178,000	29,641,000	31,178,000
EXPENDITURES BY CLASS					
Personnel Costs	26,567,100	27,398,900	28,721,900	27,398,900	28,721,900
Operating Expenses	1,397,300	1,585,500	1,729,500	1,585,500	1,729,500
Grants, Loans or Benefits	117,000	117,000	117,000	117,000	117,000
Capital Outlay	449,600	539,600	609,600	539,600	609,600
TOTAL EXPENDITURES	28,531,000	29,641,000	31,178,000	29,641,000	31,178,000

The purpose of the Instruction Program is to provide an exceptional education to students enrolled in the 74 associate, baccalaureate, and selected graduate degree programs offered by the institution. Instruction is also provided to students seeking a professional degree in law.

Instruction is provided in 68 associate degree and undergraduate programs and in six graduate and professional programs. Summer instruction, as well as non-degree continuing education instruction, is also provided. The beneficiaries are the students enrolled at NKU. Evaluation criteria for these programs are full-time equivalent student enrollments, headcount enrollments, student credit hours, student-faculty ratios, degrees or certificates awarded by level and passage rates on licensure and certification examinations. The university reviews all degree programs on a five-year cycle.

POSTSECONDARY EDUCATION
Northern Kentucky University
Research

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	29,700	29,600	29,200	29,600	29,200
Restricted Agency Funds					
Current Receipts	177,900	179,000	180,400	179,000	180,400
Federal Funds					
Current Receipts	50,900	50,900	50,900	50,900	50,900
TOTAL FUNDS	258,500	259,500	260,500	259,500	260,500
EXPENDITURES BY CLASS					
Personnel Costs	152,400	152,500	152,600	152,500	152,600
Operating Expenses	75,400	76,300	77,200	76,300	77,200
Grants, Loans or Benefits	5,000	5,000	5,000	5,000	5,000
Capital Outlay	25,700	25,700	25,700	25,700	25,700
TOTAL EXPENDITURES	258,500	259,500	260,500	259,500	260,500

The primary purposes of research at NKU are consistent with the university's emphasis on undergraduate education. Specifically, faculty and faculty-student research projects are conducted in order to: 1) add to the body of knowledge in the disciplines represented at the university; 2) meet the specific research needs of the institution's service region; 3) stimulate faculty development to invigorate and enhance classroom instruction and 4) better prepare students for careers or graduate study. This program, aided by the university library, also provides for the development of supplemental instructional programs. Northern Kentucky University has a special mission to develop innovative approaches to education through experimentation in the delivery of educational programs.

Direct beneficiaries of this broader knowledge base are the faculty as well as the students. Less direct but no less important beneficiaries are the region's population whose problems are addressed through faculty and student research.

Evaluation criteria are the number of journal publications; U. S. Patents awarded; U. S. Copyrights registered; awards and citations received for scholarly artistic work, technological developments, and applications; external grant applications funded; and research projects completed as a percentage of projects initiated.

POSTSECONDARY EDUCATION
Northern Kentucky University
Public Service

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	273,800	278,800	282,600	278,800	282,600
Restricted Agency Funds					
Current Receipts	1,054,300	1,115,800	1,155,000	1,115,800	1,155,000
Federal Funds					
Current Receipts	512,900	512,900	512,900	512,900	512,900
TOTAL FUNDS	<u>1,841,000</u>	<u>1,907,500</u>	<u>1,950,500</u>	<u>1,907,500</u>	<u>1,950,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	1,192,000	1,204,400	1,217,200	1,204,400	1,217,200
Operating Expenses	558,900	597,600	617,800	597,600	617,800
Grants, Loans or Benefits	58,200	58,200	58,200	58,200	58,200
Capital Outlay	31,900	47,300	57,300	47,300	57,300
TOTAL EXPENDITURES	<u>1,841,000</u>	<u>1,907,500</u>	<u>1,950,500</u>	<u>1,907,500</u>	<u>1,950,500</u>

The university's mission includes the development of community research and service activities related to business and community needs in the northern Kentucky urban area. The Office of Community Education and Service provides funding for various community research projects. Close working relationships with business and community leaders are promoted through this office as well as through the Small Business Development Center and the Technical Services Institute. The university operates a National Public Radio-affiliated FM radio station whose primary focus is on providing local area news and features for citizens of the northern Kentucky region. Academic departments also offer a range of community outreach programs. Evaluation criteria for the Public Service Program are the number of activities, enrollment in activities, total student contact hours, number of groups served, and continuing education units produced.

POSTSECONDARY EDUCATION
Northern Kentucky University
Libraries

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,233,700	1,363,000	1,386,300	1,363,000	1,386,300
Special Appropriation	100,000				
Total General Fund	1,333,700	1,363,000	1,386,300	1,363,000	1,386,300
Restricted Agency Funds					
Current Receipts	2,473,800	2,618,500	2,729,700	2,618,500	2,729,700
Federal Funds					
Current Receipts	53,000	53,000	53,000	53,000	53,000
TOTAL FUNDS	3,860,500	4,034,500	4,169,000	4,034,500	4,169,000
EXPENDITURES BY CLASS					
Personnel Costs	2,255,700	2,323,800	2,394,500	2,323,800	2,394,500
Operating Expenses	401,400	492,300	536,100	492,300	536,100
Grants, Loans or Benefits	31,200	31,200	31,200	31,200	31,200
Capital Outlay	1,172,200	1,187,200	1,207,200	1,187,200	1,207,200
TOTAL EXPENDITURES	3,860,500	4,034,500	4,169,000	4,034,500	4,169,000

POSTSECONDARY EDUCATION
Northern Kentucky University
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,462,800	1,630,000	1,660,100	1,630,000	1,660,100
Special Appropriation	130,000				
Total General Fund	1,592,800	1,630,000	1,660,100	1,630,000	1,660,100
Restricted Agency Funds					
Current Receipts	2,340,800	2,478,600	2,609,500	2,478,600	2,609,500
Federal Funds					
Current Receipts	33,900	33,900	33,900	33,900	33,900
TOTAL FUNDS	3,967,500	4,142,500	4,303,500	4,142,500	4,303,500
EXPENDITURES BY CLASS					
Personnel Costs	2,877,300	2,962,500	3,051,000	2,962,500	3,051,000
Operating Expenses	704,500	774,300	831,800	774,300	831,800
Grants, Loans or Benefits	1,900	1,900	1,900	1,900	1,900
Capital Outlay	383,800	403,800	418,800	403,800	418,800
TOTAL EXPENDITURES	3,967,500	4,142,500	4,303,500	4,142,500	4,303,500

POSTSECONDARY EDUCATION
Northern Kentucky University
Student Services

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,247,700	2,385,600	2,428,200	2,385,600	2,428,200
Special Appropriation	85,000				
Total General Fund	<u>2,332,700</u>	<u>2,385,600</u>	<u>2,428,200</u>	<u>2,385,600</u>	<u>2,428,200</u>
Restricted Agency Funds					
Current Receipts	3,359,700	3,514,800	3,707,200	3,514,800	3,707,200
Federal Funds					
Current Receipts	279,600	279,600	279,600	279,600	279,600
TOTAL FUNDS	<u>5,972,000</u>	<u>6,180,000</u>	<u>6,415,000</u>	<u>6,180,000</u>	<u>6,415,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	4,145,800	4,267,900	4,394,700	4,267,900	4,394,700
Operating Expenses	1,307,200	1,383,100	1,471,300	1,383,100	1,471,300
Grants, Loans or Benefits	414,500	414,500	414,500	414,500	414,500
Capital Outlay	104,500	114,500	134,500	114,500	134,500
TOTAL EXPENDITURES	<u>5,972,000</u>	<u>6,180,000</u>	<u>6,415,000</u>	<u>6,180,000</u>	<u>6,415,000</u>

POSTSECONDARY EDUCATION
Northern Kentucky University
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,959,500	5,289,200	5,384,500	5,289,100	5,384,200
Special Appropriation	64,700				
Total General Fund	5,024,200	5,289,200	5,384,500	5,289,100	5,384,200
Restricted Agency Funds					
Current Receipts	6,383,400	6,763,400	7,042,600	6,763,500	7,042,900
Federal Funds					
Current Receipts	33,900	33,900	33,900	33,900	33,900
TOTAL FUNDS	11,441,500	12,086,500	12,461,000	12,086,500	12,461,000
EXPENDITURES BY CLASS					
Personnel Costs	8,409,900	8,929,800	9,212,200	8,929,800	9,212,200
Operating Expenses	1,940,400	2,045,400	2,114,400	2,045,400	2,114,400
Grants, Loans or Benefits	163,800	163,800	163,900	163,800	163,900
Capital Outlay	927,400	947,500	970,500	947,500	970,500
TOTAL EXPENDITURES	11,441,500	12,086,500	12,461,000	12,086,500	12,461,000

**POSTSECONDARY EDUCATION
Northern Kentucky University
Operation and Maintenance of Plant**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,072,000	2,131,300	2,182,000	2,131,300	2,182,000
Restricted Agency Funds					
Current Receipts	4,305,400	4,435,100	4,600,400	4,435,100	4,600,400
Federal Funds					
Current Receipts	2,100	2,100	2,100	2,100	2,100
TOTAL FUNDS	6,379,500	6,568,500	6,784,500	6,568,500	6,784,500
EXPENDITURES BY CLASS					
Personnel Costs	3,544,900	3,674,400	3,809,600	3,674,400	3,809,600
Operating Expenses	2,776,300	2,835,800	2,897,600	2,835,800	2,897,600
Capital Outlay	58,300	58,300	77,300	58,300	77,300
TOTAL EXPENDITURES	6,379,500	6,568,500	6,784,500	6,568,500	6,784,500

**POSTSECONDARY EDUCATION
Northern Kentucky University
Scholarships and Fellowships**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	4,290,000	4,411,000	4,536,000	4,411,000	4,536,000
Federal Funds					
Current Receipts	3,687,500	3,687,500	3,687,500	3,687,500	3,687,500
TOTAL FUNDS	7,977,500	8,098,500	8,223,500	8,098,500	8,223,500
EXPENDITURES BY CLASS					
Operating Expenses	14,800	15,200	15,300	15,200	15,300
Grants, Loans or Benefits	7,962,700	8,083,300	8,208,200	8,083,300	8,208,200
TOTAL EXPENDITURES	7,977,500	8,098,500	8,223,500	8,098,500	8,223,500

**POSTSECONDARY EDUCATION
Northern Kentucky University
Mandatory Transfers**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,220,800	5,054,400	5,065,400	5,054,400	5,065,400
Restricted Agency Funds					
Current Receipts	32,700	33,100	33,100	33,100	33,100
TOTAL FUNDS	5,253,500	5,087,500	5,098,500	5,087,500	5,098,500
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	32,700	33,100	33,100	33,100	33,100
Debt Service	5,220,800	5,054,400	5,065,400	5,054,400	5,065,400
TOTAL EXPENDITURES	5,253,500	5,087,500	5,098,500	5,087,500	5,098,500

**POSTSECONDARY EDUCATION
Northern Kentucky University
Non-Mandatory Transfers**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	716,000	716,000	716,000	716,000	716,000
EXPENDITURES BY CLASS					
Capital Outlay	716,000	716,000	716,000	716,000	716,000

**POSTSECONDARY EDUCATION
Northern Kentucky University
Auxiliary Enterprises**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	6,148,500	6,284,000	6,424,000	6,284,000	6,424,000
EXPENDITURES BY CLASS					
Personnel Costs	723,400	746,800	771,300	746,800	771,300
Operating Expenses	3,740,300	3,852,500	3,968,000	3,852,500	3,968,000
Debt Service	1,631,700	1,631,600	1,631,600	1,631,600	1,631,600
Capital Outlay	53,100	53,100	53,100	53,100	53,100
TOTAL EXPENDITURES	6,148,500	6,284,000	6,424,000	6,284,000	6,424,000

POSTSECONDARY EDUCATION
University of Kentucky

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	271,143,000	284,806,600	288,687,000	286,706,700	290,835,300
Special Appropriation	1,480,000				
Total General Fund	<u>272,623,000</u>	<u>284,806,600</u>	<u>288,687,000</u>	<u>286,706,700</u>	<u>290,835,300</u>
Restricted Agency Funds					
Current Receipts	656,442,000	683,978,500	703,883,000	683,978,500	703,883,000
Federal Funds					
Current Receipts	75,418,000	81,237,500	82,831,000	81,237,500	82,831,000
TOTAL FUNDS	<u>1,004,483,000</u>	<u>1,050,022,600</u>	<u>1,075,401,000</u>	<u>1,051,922,700</u>	<u>1,077,549,300</u>
EXPENDITURES BY CLASS					
Personnel Costs	577,024,600	608,201,000	628,040,000	609,527,300	629,444,200
Operating Expenses	321,861,400	332,482,100	340,322,500	332,994,300	341,004,700
Grants, Loans or Benefits	31,532,000	37,361,000	38,684,000	37,361,000	38,684,000
Debt Service	29,340,500	26,294,000	22,042,500	26,285,000	22,033,500
Capital Outlay	44,724,500	45,684,500	46,312,000	45,755,100	46,382,900
TOTAL EXPENDITURES	<u>1,004,483,000</u>	<u>1,050,022,600</u>	<u>1,075,401,000</u>	<u>1,051,922,700</u>	<u>1,077,549,300</u>
EXPENDITURES BY UNIT					
Instruction	215,492,700	231,563,000	238,069,000	232,070,000	238,688,100
Research	131,458,000	136,877,900	142,447,100	136,877,900	142,447,100
Public Service	136,735,800	140,398,000	143,626,800	141,528,100	144,885,400
Libraries	21,923,500	23,269,400	24,292,200	23,269,400	24,292,200
Academic Support	43,779,800	45,992,100	47,524,300	46,083,200	47,617,900
Student Services	17,762,900	19,158,000	19,691,700	19,197,800	19,732,600
Institutional Support	35,510,100	37,958,100	39,106,000	38,027,900	39,177,800
Operation and Maintenance of Plant	36,894,700	39,953,400	41,369,100	40,024,700	41,442,400
Scholarships and Fellowships	31,532,000	37,361,000	38,684,000	37,361,000	38,684,000
Mandatory Transfers	20,761,000	17,677,100	13,496,400	17,668,100	13,487,400
Auxiliary Enterprises	59,861,000	61,556,000	63,200,100	61,556,000	63,200,100
Hospital	252,771,500	258,258,600	263,894,300	258,258,600	263,894,300
TOTAL EXPENDITURES	<u>1,004,483,000</u>	<u>1,050,022,600</u>	<u>1,075,401,000</u>	<u>1,051,922,700</u>	<u>1,077,549,300</u>

The University of Kentucky serves as the principal graduate degree granting institution in the Commonwealth's system of postsecondary education for statewide instruction, research, and public service programs in all fields without geographic limitation. Kentucky Revised Statute (KRS) 164.125 authorizes the university to offer baccalaureate, professional, master's, specialist, doctoral, and postdoctoral programs and to conduct joint doctoral programs in cooperation with other institutions. It designates the university as the Commonwealth's principal institution to conduct statewide research and service programs. As the Commonwealth's only comprehensive land-grant university with a statewide mission, the University of Kentucky exists to

ensure the citizens of the Commonwealth and, by extension, the nation and the world the finest opportunities for education and the greatest benefits of knowledge. The university creates, preserves, and disseminates knowledge. It seeks to provide an optimal environment for teaching, learning, and research. The university aspires to develop a community of scholars that promotes cultural understanding, ethical behavior, civic virtue, and international citizenship.

Research and Service functions are further defined by state and federal statutes as necessary and appropriate for the Commonwealth's land-grant institution in accordance with the Morrill Act of 1862. KRS 164.100 is Kentucky's Land-Grant Act; the Hatch Act of 1887 and KRS 164.110 support research and agricultural extension; KRS 164.120 supports instruction and the Smith-Lever Act, KRS 164.605, and KRS 164.675 support cooperative extension.

Pursuant to the provisions of the Postsecondary Education Improvement Act of 1997, the University of Kentucky Community College system, in future biennia, will be a branch of the newly created Kentucky Community and Technical College System. The Lexington Community College will remain under the jurisdiction of the University of Kentucky. The enacted General Fund appropriation above includes \$6,265,200 in fiscal year 1999 and \$6,440,600 in fiscal year 2000 for the Lexington Community College.

Policy

The enacted budget includes General Fund appropriations as follows: \$100,000 is provided each year for expansion of joint health programs with Morehead State University, within the current area served, at the St. Claire Medical Center; \$280,000 is provided each year for the mobile dental laboratories in Eastern and Western Kentucky; \$250,000 is provided in fiscal year 1999 and \$265,000 in fiscal year 2000 for the Kentucky Geological Survey to study the seismic vulnerability of Jackson Purchase communities and expand the Seismic Network to determine if New Madrid Seismic Zone extends into northwest Kentucky; \$200,000 is provided in fiscal year 2000 to establish an Area Health Education Center in Williamstown/Grant County, Kentucky; \$150,000 is provided each year to increase funding for the three Area Health Education Centers by \$50,000 each, \$285,000 is provided each year for the Kentucky Cancer Center's Outreach Program and Markey Cancer Registry; \$250,000 is provided each year to be distributed equally among the 15 Small Business Development Centers. The amount of \$175,000 authorized for the Small Business Development Center by the 1996 Kentucky Acts, Chapter 380, Part I, House Bill 379, shall be added to the \$25,000 authorized by House Bill 321 of the 1998 General Assembly and distributed equally among the 15 centers of the Small Business Development Center.

POSTSECONDARY EDUCATION
University of Kentucky
Instruction

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	79,136,200	83,700,200	86,301,900	84,207,200	86,921,000
Restricted Agency Funds					
Current Receipts	127,310,300	138,249,200	141,930,900	138,249,200	141,930,900
Federal Funds					
Current Receipts	9,046,200	9,613,600	9,836,200	9,613,600	9,836,200
TOTAL FUNDS	<u>215,492,700</u>	<u>231,563,000</u>	<u>238,069,000</u>	<u>232,070,000</u>	<u>238,688,100</u>
EXPENDITURES BY CLASS					
Personnel Costs	179,398,400	194,025,200	200,095,800	194,385,100	200,486,000
Operating Expenses	32,123,100	33,367,400	33,803,100	33,513,900	34,031,100
Capital Outlay	3,971,200	4,170,400	4,170,100	4,171,000	4,171,000
TOTAL EXPENDITURES	<u>215,492,700</u>	<u>231,563,000</u>	<u>238,069,000</u>	<u>232,070,000</u>	<u>238,688,100</u>

The Instruction Program provides for the preservation and dissemination of knowledge through classroom teaching in the areas of comprehensive undergraduate, graduate, and professional education as well as continuing education. These instructional activities are offered through the Lexington Campus, Research and Graduate Studies, and the Medical Center.

The major goal of the Instruction Program is to ensure that graduates of the Lexington Campus, Research and Graduate Studies, and the Medical Center attain a high level of intellectual development and receive sufficient preparation to allow them to undertake immediate, advanced career placement. The program includes all activities which directly or exclusively support the instruction of students.

The primary objectives for this program are to provide courses of instruction leading to degrees at the baccalaureate, master's, specialist, doctoral, postdoctoral, and professional levels. The University of Kentucky University System offers 97 programs at the baccalaureate level, 94 programs at the master's level, eight programs at the specialist level, 57 programs at the doctoral level (and program options at the postdoctoral level), and four programs at the professional level. Community education activities and continuing education activities are also provided.

The primary beneficiaries of the UK educational system are the approximately 24,000 students enrolled. Also a beneficiary, the Commonwealth of Kentucky, derives continued growth and prosperity as a result of the labors and educated citizenship of the university's graduates.

POSTSECONDARY EDUCATION
University of Kentucky
Research

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	32,321,400	35,136,100	36,448,700	35,136,100	36,448,700
Special Appropriation	1,480,000				
Total General Fund	<u>33,801,400</u>	<u>35,136,100</u>	<u>36,448,700</u>	<u>35,136,100</u>	<u>36,448,700</u>
Restricted Agency Funds					
Current Receipts	60,950,900	63,875,000	66,928,300	63,875,000	66,928,300
Federal Funds					
Current Receipts	36,705,700	37,866,800	39,070,100	37,866,800	39,070,100
TOTAL FUNDS	<u>131,458,000</u>	<u>136,877,900</u>	<u>142,447,100</u>	<u>136,877,900</u>	<u>142,447,100</u>
EXPENDITURES BY CLASS					
Personnel Costs	77,298,600	81,399,900	85,610,700	81,399,900	85,610,700
Operating Expenses	43,946,100	45,264,700	46,623,100	45,264,700	46,623,100
Capital Outlay	10,213,300	10,213,300	10,213,300	10,213,300	10,213,300
TOTAL EXPENDITURES	<u>131,458,000</u>	<u>136,877,900</u>	<u>142,447,100</u>	<u>136,877,900</u>	<u>142,447,100</u>

The Research Program is active in virtually every area of inquiry with the potential for positive impact on life in the Commonwealth - focusing on such issues of concern as agriculture, culture, education, energy, environment, health, and technology. Many of the research centers and institutes are mandated by Kentucky's statutory provisions and are directly supported by specific allocations. Other areas of research are funded through external sources, such as federal grants and contracts.

The goal of the Research Program is to conduct programs of basic and applied research which support undergraduate, graduate, and professional programs; provide for the enhancement of the frontiers of knowledge in areas of concern to modern society; and enhance and facilitate the progress of the nation and the Commonwealth by seeking solutions to problems of society.

The objectives of the program are to provide encouragement and sponsorship of individual or group activities which are intended to produce new knowledge or new applications of existing knowledge through systematic inquiry at various institutes and research centers. Included within the Research Program are the following: Agricultural Experiment Station, Center for Applied Energy Research, Center for Computational Sciences, Center for Equine Health Care, Center for Pharmaceutical Science and Technology, Center for Robotics and Manufacturing Systems, Institute for Mining and Minerals Research, Center for Cancer Prevention, Education, Research and Patient Care, Rural Health Care, Center for Membrane Sciences, ASTeCC, Kentucky EPSCoR Program, Kentucky Transportation Center, Center for Public Administration, Sanders-Brown Center on Aging, Tobacco and Health Research Institute, Kentucky Water Resources Research Institute, and designated faculty research, computing, and other sponsored projects.

The primary beneficiaries of research are the agencies of local, state, and national government and private business and industry which provide application of research results. However, all citizens of the Commonwealth derive benefits from improved economic development and quality of life.

POSTSECONDARY EDUCATION
University of Kentucky
Public Service

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	39,664,400	40,877,700	41,934,200	42,007,800	43,192,800
Restricted Agency Funds					
Current Receipts	77,734,700	79,800,100	81,704,600	79,800,100	81,704,600
Federal Funds					
Current Receipts	19,336,700	19,720,200	19,988,000	19,720,200	19,988,000
TOTAL FUNDS	136,735,800	140,398,000	143,626,800	141,528,100	144,885,400
EXPENDITURES BY CLASS					
Personnel Costs	110,192,100	113,396,500	116,261,200	114,145,300	117,051,500
Operating Expenses	23,362,200	23,808,200	24,172,300	24,119,500	24,570,600
Capital Outlay	3,181,500	3,193,300	3,193,300	3,263,300	3,263,300
TOTAL EXPENDITURES	136,735,800	140,398,000	143,626,800	141,528,100	144,885,400

The goal of the Public Service Program is to disseminate existing knowledge, new knowledge, and new applications of existing knowledge.

The objectives of the Public Service Program are to provide opportunities to the agencies, businesses, and general population of the Commonwealth through the activities of: Agricultural Cooperative Extension Service, Agricultural Public Service (including Regulatory Services, and Foundation Seed Project), Ambulatory Care Center, Appalachian Center Program, Area Health Education Centers, Center for Business and Economic Research, Center for Business Development (including Small Business Development Center), Center for Labor Education and Research, Council on Aging, Center for Professional Development, University Artist Series, Interdisciplinary Human Development Institute, Japanese Saturday School, Kentucky Geological Survey, Livestock Disease Diagnostic Laboratory, Center for Cancer Prevention, Education, Research and Patient Care, Rural Health Care, Eldercare, Museum of Anthropology, NASA/UK Technology Applications Program, Otis A. Singletary Center for the Arts, Radio Station WUKY, Survey Research Center, University Art Museum, University Press of Kentucky, and other activities of the university.

Primary beneficiaries of the Public Service Program are the citizens of the Commonwealth who derive direct and indirect benefit from an improved economy and quality of life.

POSTSECONDARY EDUCATION
University of Kentucky
Libraries

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	14,558,900	15,617,700	16,348,500	15,617,700	16,348,500
Restricted Agency Funds					
Current Receipts	7,364,600	7,651,700	7,943,700	7,651,700	7,943,700
TOTAL FUNDS	21,923,500	23,269,400	24,292,200	23,269,400	24,292,200
EXPENDITURES BY CLASS					
Personnel Costs	7,844,100	8,399,000	8,677,900	8,399,000	8,677,900
Operating Expenses	6,674,200	6,834,600	6,950,700	6,834,600	6,950,700
Capital Outlay	7,405,200	8,035,800	8,663,600	8,035,800	8,663,600
TOTAL EXPENDITURES	21,923,500	23,269,400	24,292,200	23,269,400	24,292,200

POSTSECONDARY EDUCATION
University of Kentucky
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	25,881,800	26,699,300	27,181,900	26,790,400	27,275,500
Restricted Agency Funds					
Current Receipts	16,518,100	17,871,100	18,877,300	17,871,100	18,877,300
Federal Funds					
Current Receipts	1,379,900	1,421,700	1,465,100	1,421,700	1,465,100
TOTAL FUNDS	43,779,800	45,992,100	47,524,300	46,083,200	47,617,900
EXPENDITURES BY CLASS					
Personnel Costs	27,856,900	29,527,500	30,707,700	29,600,400	30,782,600
Operating Expenses	14,041,500	14,466,900	14,818,900	14,485,100	14,837,600
Capital Outlay	1,881,400	1,997,700	1,997,700	1,997,700	1,997,700
TOTAL EXPENDITURES	43,779,800	45,992,100	47,524,300	46,083,200	47,617,900

POSTSECONDARY EDUCATION
University of Kentucky
Student Services

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	11,238,800	12,332,800	12,576,100	12,372,600	12,617,000
Restricted Agency Funds					
Current Receipts	6,151,600	6,451,000	6,739,600	6,451,000	6,739,600
Federal Funds					
Current Receipts	372,500	374,200	376,000	374,200	376,000
TOTAL FUNDS	<u>17,762,900</u>	<u>19,158,000</u>	<u>19,691,700</u>	<u>19,197,800</u>	<u>19,732,600</u>
EXPENDITURES BY CLASS					
Personnel Costs	13,648,700	14,908,400	15,396,800	14,940,300	15,429,600
Operating Expenses	3,750,800	3,886,200	3,931,500	3,894,100	3,939,600
Capital Outlay	363,400	363,400	363,400	363,400	363,400
TOTAL EXPENDITURES	<u>17,762,900</u>	<u>19,158,000</u>	<u>19,691,700</u>	<u>19,197,800</u>	<u>19,732,600</u>

POSTSECONDARY EDUCATION
University of Kentucky
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	15,822,200	17,566,300	18,026,000	17,636,100	18,097,800
Restricted Agency Funds					
Current Receipts	19,407,300	20,101,200	20,779,000	20,101,200	20,779,000
Federal Funds					
Current Receipts	280,600	290,600	301,000	290,600	301,000
TOTAL FUNDS	35,510,100	37,958,100	39,106,000	38,027,900	39,177,800
EXPENDITURES BY CLASS					
Personnel Costs	23,420,400	25,412,700	26,365,100	25,468,500	26,422,500
Operating Expenses	10,994,700	11,450,400	11,645,900	11,464,400	11,660,300
Capital Outlay	1,095,000	1,095,000	1,095,000	1,095,000	1,095,000
TOTAL EXPENDITURES	35,510,100	37,958,100	39,106,000	38,027,900	39,177,800

POSTSECONDARY EDUCATION
University of Kentucky
Operation and Maintenance of Plant

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	33,410,200	36,400,200	37,447,200	36,471,500	37,520,500
Restricted Agency Funds					
Current Receipts	3,484,500	3,553,200	3,921,900	3,553,200	3,921,900
TOTAL FUNDS	36,894,700	39,953,400	41,369,100	40,024,700	41,442,400
EXPENDITURES BY CLASS					
Personnel Costs	14,767,800	15,575,600	16,330,000	15,632,600	16,388,600
Operating Expenses	21,427,500	23,676,300	24,337,600	23,690,600	24,352,300
Capital Outlay	699,400	701,500	701,500	701,500	701,500
TOTAL EXPENDITURES	36,894,700	39,953,400	41,369,100	40,024,700	41,442,400

POSTSECONDARY EDUCATION
University of Kentucky
Scholarships and Fellowships

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,606,100	2,712,800	2,712,800	2,712,800	2,712,800
Restricted Agency Funds					
Current Receipts	20,785,300	22,853,600	24,176,600	22,853,600	24,176,600
Federal Funds					
Current Receipts	8,140,600	11,794,600	11,794,600	11,794,600	11,794,600
TOTAL FUNDS	31,532,000	37,361,000	38,684,000	37,361,000	38,684,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	31,532,000	37,361,000	38,684,000	37,361,000	38,684,000

POSTSECONDARY EDUCATION
University of Kentucky
Mandatory Transfers

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	15,450,000	12,710,500	8,656,700	12,701,500	8,647,700
Restricted Agency Funds					
Current Receipts	5,155,200	4,810,800	4,839,700	4,810,800	4,839,700
Federal Funds					
Current Receipts	155,800	155,800		155,800	
TOTAL FUNDS	20,761,000	17,677,100	13,496,400	17,668,100	13,487,400
EXPENDITURES BY CLASS					
Debt Service	20,761,000	17,677,100	13,496,400	17,668,100	13,487,400

POSTSECONDARY EDUCATION
University of Kentucky
Auxiliary Enterprises

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	59,861,000	61,556,000	63,200,100	61,556,000	63,200,100
EXPENDITURES BY CLASS					
Personnel Costs	18,642,400	19,355,200	20,095,900	19,355,200	20,095,900
Operating Expenses	31,302,600	32,251,500	33,228,900	32,251,500	33,228,900
Debt Service	6,646,300	6,679,600	6,605,600	6,679,600	6,605,600
Capital Outlay	3,269,700	3,269,700	3,269,700	3,269,700	3,269,700
TOTAL EXPENDITURES	59,861,000	61,556,000	63,200,100	61,556,000	63,200,100

**POSTSECONDARY EDUCATION
University of Kentucky
Hospital**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,053,000	1,053,000	1,053,000	1,053,000	1,053,000
Restricted Agency Funds					
Current Receipts	251,718,500	257,205,600	262,841,300	257,205,600	262,841,300
TOTAL FUNDS	252,771,500	258,258,600	263,894,300	258,258,600	263,894,300
EXPENDITURES BY CLASS					
Personnel Costs	103,955,200	106,201,000	108,498,900	106,201,000	108,498,900
Operating Expenses	134,238,700	137,475,900	140,810,500	137,475,900	140,810,500
Debt Service	1,933,200	1,937,300	1,940,500	1,937,300	1,940,500
Capital Outlay	12,644,400	12,644,400	12,644,400	12,644,400	12,644,400
TOTAL EXPENDITURES	252,771,500	258,258,600	263,894,300	258,258,600	263,894,300

The purpose of this program is to provide inpatient beds, neonatal beds, and facilities for outpatient and emergency visits so that students seeking degrees in health care professions and those seeking to satisfy residency requirements can obtain educational requirements.

This program benefits not only students enrolled in the health care professions offered through the Medical Center, but also patients treated in the University Hospital.

POSTSECONDARY EDUCATION
University of Louisville

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	151,460,500	157,537,500	162,697,500	158,097,500	163,357,500
Special Appropriation	2,719,200				
Continuing Appropriation	33,900				
Total General Fund	<u>154,213,600</u>	<u>157,537,500</u>	<u>162,697,500</u>	<u>158,097,500</u>	<u>163,357,500</u>
Restricted Agency Funds					
Balance Forward	38,165,000				
Current Receipts	178,577,500	222,614,500	229,174,500	222,614,500	229,174,500
Total Restricted Agency Funds	<u>216,742,500</u>	<u>222,614,500</u>	<u>229,174,500</u>	<u>222,614,500</u>	<u>229,174,500</u>
Federal Funds					
Current Receipts	25,121,000	25,121,000	25,121,500	25,121,000	25,121,500
TOTAL FUNDS	<u>396,077,100</u>	<u>405,273,000</u>	<u>416,993,500</u>	<u>405,833,000</u>	<u>417,653,500</u>
EXPENDITURES BY CLASS					
Personnel Costs	256,718,000	263,704,500	271,760,500	255,292,700	263,348,400
Operating Expenses	90,605,600	92,477,500	95,139,000	107,861,600	110,623,400
Grants, Loans or Benefits	17,685,000	18,734,000	19,733,500	18,733,800	19,733,200
Debt Service	15,933,000	15,221,500	15,225,000	16,664,900	16,668,500
Capital Outlay	15,135,500	15,135,500	15,135,500	7,280,000	7,280,000
TOTAL EXPENDITURES	<u>396,077,100</u>	<u>405,273,000</u>	<u>416,993,500</u>	<u>405,833,000</u>	<u>417,653,500</u>
EXPENDITURES BY UNIT					
Instruction	140,660,200	144,494,500	149,098,000	144,894,300	149,497,400
Research	22,699,500	22,781,500	22,885,500	22,781,700	22,885,700
Public Service	42,993,500	43,182,000	43,420,000	43,341,700	43,679,800
Libraries	11,398,000	11,622,000	11,905,500	11,622,100	11,905,500
Academic Support	29,407,500	30,378,500	31,050,500	30,378,600	31,050,500
Student Services	9,503,500	9,812,000	10,202,500	9,812,300	10,202,500
Institutional Support	43,562,500	45,887,000	49,124,000	45,887,100	49,124,400
Operation and Maintenance of Plant	19,221,000	19,780,500	21,411,000	19,780,600	21,411,300
Scholarships and Fellowships	18,827,000	19,876,500	19,876,500	19,876,300	19,876,300
Mandatory Transfers	15,933,000	15,221,500	15,225,000	15,221,300	15,224,900
Auxiliary Enterprises	21,220,000	21,220,000	21,220,000	21,220,000	21,220,000
Hospital	20,651,400	21,017,000	21,575,000	21,017,000	21,575,200
TOTAL EXPENDITURES	<u>396,077,100</u>	<u>405,273,000</u>	<u>416,993,500</u>	<u>405,833,000</u>	<u>417,653,500</u>

The University of Louisville (U of L) is a state-supported university located in Kentucky's largest metropolitan area. It is one of the largest universities in the Commonwealth and was a municipally supported public institution for many decades prior to joining the state university system in 1970.

The university has three campuses. The 169 acre Belknap Campus is three miles from downtown Louisville and houses eight of the university's 12 colleges, schools, and divisions. The Health Sciences Center is situated in downtown Louisville's medical complex and houses the university's health-related programs and the University of Louisville Hospital. On the 243 acre Shelby Campus located in eastern Jefferson County, are the National Crime Prevention Institute and the University Center for Continuing and Professional Education.

From its inception, U of L has been dedicated to providing programs related to the needs of the Louisville metropolitan area. The mission statement adopted by the Council on Higher Education (CHE) July 11, 1994 reflects this historical role and gives U of L a distinctive mandate. This mandate includes building on program strengths in business, dentistry, education, engineering, English, environmental studies, law, medicine, music, psychology, and metropolitan affairs.

As a major institution of higher learning, the university is committed to the values that generally characterize universities everywhere. However, U of L is a distinctive kind of university, a "metropolitan university". This means much more than simply being a university located in an metropolitan area. For U of L, it implies a commitment to those functions and values traditionally associated with major universities and to expressing these commitments in instructional, research, and service modes that focus on the needs of the Louisville metropolitan area and of metropolitan communities everywhere.

U of L, through its programs of instruction, research, and service, responds to the educational needs of the citizens of the metropolitan area and the Commonwealth. Its beneficiaries include the following: traditional and nontraditional students from its metropolitan area, from other parts of Kentucky, other states and other countries; U of L alumni; Kentucky citizens, businesses, governmental agencies, service agencies, and cultural organizations; employers and professions; and individuals, foundations, corporations, and businesses who contribute private financial support.

Policy

The enacted budget includes General Fund appropriations as follows: \$200,000 is provided each year for expansion of the Kentucky Autism Training Center; \$100,000 in operating funds is provided in fiscal year 2000 for the Joint Social Work Program which may result from the feasibility study funded in the fiscal year 1999 Council on Postsecondary Education budget; \$200,000 is provided each year to increase funding by \$50,000 each for four Area Health Education Centers; and \$160,000 each year is provided for the Kentucky Cancer Program's Outreach Program.

POSTSECONDARY EDUCATION
University of Louisville
Instruction

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	57,926,100	59,053,200	59,319,200	59,718,800	61,554,700
Restricted Agency Funds					
Balance Forward	24,425,600				
Current Receipts	52,870,800	80,003,600	84,341,000	79,737,800	82,504,900
Total Restricted Agency Funds	<u>77,296,400</u>	<u>80,003,600</u>	<u>84,341,000</u>	<u>79,737,800</u>	<u>82,504,900</u>
Federal Funds					
Current Receipts	5,437,700	5,437,700	5,437,800	5,437,700	5,437,800
TOTAL FUNDS	<u>140,660,200</u>	<u>144,494,500</u>	<u>149,098,000</u>	<u>144,894,300</u>	<u>149,497,400</u>
EXPENDITURES BY CLASS					
Personnel Costs	127,286,900	134,303,700	138,906,800	130,102,600	134,705,700
Operating Expenses	9,061,300	8,579,200	8,580,000	14,479,800	14,479,800
Capital Outlay	4,312,000	1,611,600	1,611,200	311,900	311,900
TOTAL EXPENDITURES	<u>140,660,200</u>	<u>144,494,500</u>	<u>149,098,000</u>	<u>144,894,300</u>	<u>149,497,400</u>

The University of Louisville is committed to excellence in instruction. The university offers a broad range of undergraduate degree and non-degree programs, including both general education and specialized training, to meet the varied educational and developmental needs of students and to provide the baccalaureate programs needed in a complex urban area. The university recognizes the importance of graduate instruction in meeting the advanced educational needs of its students and the human resources, research, and services needs of its metropolitan area. Students enrolled in master's and doctoral programs will be seeking advanced intellectual development, career training in a variety of fields, and personal and cultural development. The university also has a long history of commitment to professional programs. It has a statewide mission in medicine, dentistry, law, and urban studies.

The primary beneficiaries of the University of Louisville's instructional programs include students enrolled in credit courses (more than 22,000 students) and students in noncredit courses for which individual continuing education units (CEUs) are given.

POSTSECONDARY EDUCATION
University of Louisville
Research

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,947,000	5,612,300	4,285,400	5,653,500	5,636,800
Special Appropriation	2,719,200				
Total General Fund	5,666,200	5,612,300	4,285,400	5,653,500	5,636,800
Restricted Agency Funds					
Current Receipts	8,332,900	8,468,800	9,899,500	8,427,800	8,548,300
Federal Funds					
Current Receipts	8,700,400	8,700,400	8,700,600	8,700,400	8,700,600
TOTAL FUNDS	22,699,500	22,781,500	22,885,500	22,781,700	22,885,700
EXPENDITURES BY CLASS					
Personnel Costs	14,638,700	14,721,000	14,825,000	11,221,000	11,325,000
Operating Expenses	6,210,700	6,210,500	6,210,500	11,210,600	11,210,600
Capital Outlay	1,850,100	1,850,000	1,850,000	350,100	350,100
TOTAL EXPENDITURES	22,699,500	22,781,500	22,885,500	22,781,700	22,885,700

Research and scholarship are important components of the mission of the University of Louisville. The research, scholarship, and creative activities of the University of Louisville's faculty contribute new knowledge to the international community of scholars, strengthen the quality of instructional programs, and make both direct and indirect contributions to the quality of life and economic development in the Louisville metropolitan areas and the Commonwealth.

The faculty are expected to engage in research, scholarship, and creative activities, as well as in teaching, because these activities generate new knowledge, strengthen the quality of instructional programs, and provide a proper foundation for public service. In general, the university's mission is to discover, acquire, store, and disseminate knowledge in traditional disciplines and to attempt to direct its research resources toward the solution of problems found in the community, state, and nation.

Centers, institutes, and programs have been established in specific areas, including applied microcirculatory research, collaborative advancement of the teaching profession, exercise physiology, cancer and eye research, water resources, archaeology, perceptual alternatives, systems science, and urban studies. Sponsored research compatible with the goals and interests of the University of Louisville benefits public as well as private interests by advancing knowledge in their areas of concern. Strong and vital research serves to retain industry already located in the region and attract new industry.

POSTSECONDARY EDUCATION
University of Louisville
Public Service

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,168,000	4,202,400	14,654,000	4,326,200	4,461,900
Restricted Agency Funds					
Balance Forward	6,106,400				
Current Receipts	25,106,300	31,366,800	21,153,000	31,402,700	31,604,900
Total Restricted Agency Funds	31,212,700	31,366,800	21,153,000	31,402,700	31,604,900
Federal Funds					
Current Receipts	7,612,800	7,612,800	7,613,000	7,612,800	7,613,000
TOTAL FUNDS	42,993,500	43,182,000	43,420,000	43,341,700	43,679,800
EXPENDITURES BY CLASS					
Personnel Costs	33,114,000	33,302,300	33,540,300	31,090,700	31,328,800
Operating Expenses	9,435,800	9,435,700	9,435,700	11,807,000	11,907,000
Capital Outlay	443,700	444,000	444,000	444,000	444,000
TOTAL EXPENDITURES	42,993,500	43,182,000	43,420,000	43,341,700	43,679,800

The Public Service Program is included in the mission statement of the University of Louisville. In general, the university recognizes its responsibility to respond appropriately to the service needs of the Louisville metropolitan area and the Commonwealth. Therefore, it seeks to utilize Louisville and Jefferson County as resources, and in turn attempts to direct its own resources toward the enrichment of life and solutions of problems found in the community, throughout the Commonwealth, and throughout the world.

Public service programs of the University of Louisville are directed to the needs of its urban area, the Commonwealth, and the nation. In addition to public service that is provided by individuals and virtually all instructional units, service is also offered through a large number of non-instructional segments of the university and university-affiliated organizations. Among these are: the Louisville Orchestra; the String Quartet; the Kentucky Opera Association; Louisville Bach Society; and the Rauch Memorial Planetarium; Belknap Theatre; State Data Center, which is a part of the Center for Urban and Economic Research; and radio station WUOL-FM. The Health Sciences Center provides primary and specialized outpatient health care services to the public in the metropolitan area of Louisville and the western portion of Kentucky. Each of these units strives to maintain high quality public service and to expand those services wherever feasible.

POSTSECONDARY EDUCATION
University of Louisville
Libraries

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,425,100	6,439,700	4,988,700	6,486,900	6,561,900
Restricted Agency Funds					
Current Receipts	4,972,900	5,182,300	6,916,800	5,135,200	5,343,600
TOTAL FUNDS	11,398,000	11,622,000	11,905,500	11,622,100	11,905,500
EXPENDITURES BY CLASS					
Personnel Costs	5,556,700	5,780,700	6,064,100	5,780,700	6,064,100
Operating Expenses	547,400	547,500	547,500	547,500	547,500
Capital Outlay	5,293,900	5,293,800	5,293,900	5,293,900	5,293,900
TOTAL EXPENDITURES	11,398,000	11,622,000	11,905,500	11,622,100	11,905,500

POSTSECONDARY EDUCATION
University of Louisville
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	8,712,200	9,117,600	11,069,500	9,184,500	9,446,200
Restricted Agency Funds					
Current Receipts	20,695,300	21,260,900	19,981,000	21,194,100	21,604,300
TOTAL FUNDS	29,407,500	30,378,500	31,050,500	30,378,600	31,050,500
EXPENDITURES BY CLASS					
Personnel Costs	23,357,300	20,927,100	21,599,100	23,927,200	24,599,100
Operating Expenses	5,390,200	6,091,400	6,091,400	6,091,400	6,091,400
Capital Outlay	660,000	3,360,000	3,360,000	360,000	360,000
TOTAL EXPENDITURES	29,407,500	30,378,500	31,050,500	30,378,600	31,050,500

POSTSECONDARY EDUCATION
University of Louisville
Student Services

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,530,800	5,610,200	4,408,700	5,651,500	5,799,200
Restricted Agency Funds					
Current Receipts	3,972,700	4,201,800	5,793,800	4,160,800	4,403,300
TOTAL FUNDS	9,503,500	9,812,000	10,202,500	9,812,300	10,202,500
EXPENDITURES BY CLASS					
Personnel Costs	7,397,100	7,705,400	8,095,900	7,705,700	8,095,900
Operating Expenses	2,053,900	2,054,100	2,054,100	2,054,100	2,054,100
Capital Outlay	52,500	52,500	52,500	52,500	52,500
TOTAL EXPENDITURES	9,503,500	9,812,000	10,202,500	9,812,300	10,202,500

POSTSECONDARY EDUCATION
University of Louisville
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	21,021,100	21,988,900	21,451,600	22,150,100	23,709,800
Restricted Agency Funds					
Balance Forward	7,633,000				
Current Receipts	14,908,400	23,898,100	27,672,400	23,737,000	25,414,600
Total Restricted Agency Funds	22,541,400	23,898,100	27,672,400	23,737,000	25,414,600
TOTAL FUNDS	43,562,500	45,887,000	49,124,000	45,887,100	49,124,400
EXPENDITURES BY CLASS					
Personnel Costs	28,450,600	29,619,400	30,843,300	28,119,500	29,343,800
Operating Expenses	14,130,300	15,286,000	16,298,900	17,398,000	18,411,600
Grants, Loans or Benefits			999,500		999,400
Capital Outlay	981,600	981,600	982,300	369,600	369,600
TOTAL EXPENDITURES	43,562,500	45,887,000	49,124,000	45,887,100	49,124,400

POSTSECONDARY EDUCATION
University of Louisville
Operation and Maintenance of Plant

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	11,605,700	11,409,400	9,331,200	11,493,100	12,274,200
Restricted Agency Funds					
Current Receipts	7,615,300	8,371,100	12,079,800	8,287,500	9,137,100
TOTAL FUNDS	19,221,000	19,780,500	21,411,000	19,780,600	21,411,300
EXPENDITURES BY CLASS					
Personnel Costs	10,223,800	10,651,800	11,192,600	10,651,900	11,192,600
Operating Expenses	8,992,200	9,123,700	10,213,400	9,123,700	10,213,700
Capital Outlay	5,000	5,000	5,000	5,000	5,000
TOTAL EXPENDITURES	19,221,000	19,780,500	21,411,000	19,780,600	21,411,300

POSTSECONDARY EDUCATION
University of Louisville
Scholarships and Fellowships

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,500,600	6,008,900	4,539,300	6,052,800	5,970,900
Restricted Agency Funds					
Current Receipts	9,956,300	10,497,500	11,967,100	10,453,400	10,535,300
Federal Funds					
Current Receipts	3,370,100	3,370,100	3,370,100	3,370,100	3,370,100
TOTAL FUNDS	18,827,000	19,876,500	19,876,500	19,876,300	19,876,300
EXPENDITURES BY CLASS					
Personnel Costs	1,142,000	1,142,500	1,142,500	1,142,500	1,142,500
Grants, Loans or Benefits	17,685,000	18,734,000	18,734,000	18,733,800	18,733,800
TOTAL EXPENDITURES	18,827,000	19,876,500	19,876,500	19,876,300	19,876,300

POSTSECONDARY EDUCATION
University of Louisville
Mandatory Transfers

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	12,074,900	12,077,900	12,074,900	11,363,100	11,366,700
Restricted Agency Funds					
Current Receipts	3,858,100	3,143,600	3,150,100	3,858,200	3,858,200
TOTAL FUNDS	15,933,000	15,221,500	15,225,000	15,221,300	15,224,900
EXPENDITURES BY CLASS					
Debt Service	15,933,000	15,221,500	15,225,000	15,221,300	15,224,900

POSTSECONDARY EDUCATION
University of Louisville
Auxiliary Enterprises

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	21,220,000	21,220,000	21,220,000	21,220,000	21,220,000
EXPENDITURES BY CLASS					
Personnel Costs	5,550,900	5,550,600	5,550,900	5,550,900	5,550,900
Operating Expenses	14,132,400	14,132,400	14,132,500	14,132,500	14,132,500
Debt Service				1,443,600	1,443,600
Capital Outlay	1,536,700	1,537,000	1,536,600	93,000	93,000
TOTAL EXPENDITURES	21,220,000	21,220,000	21,220,000	21,220,000	21,220,000

**POSTSECONDARY EDUCATION
University of Louisville
Hospital**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	15,549,000	16,017,000	16,575,000	16,017,000	16,575,200
Continuing Appropriation	33,900				
Total General Fund	15,582,900	16,017,000	16,575,000	16,017,000	16,575,200
Restricted Agency Funds					
Current Receipts	5,068,500	5,000,000	5,000,000	5,000,000	5,000,000
TOTAL FUNDS	20,651,400	21,017,000	21,575,000	21,017,000	21,575,200
EXPENDITURES BY CLASS					
Operating Expenses	20,651,400	21,017,000	21,575,000	21,017,000	21,575,200

The purpose of the university's affiliation with University Medical Center, Inc. (UMC) is to provide the university the vehicle by which the goals of medically-related teaching, research, service, and patient care can be effectively accomplished. The university and state lease the hospital complex physical plant as well as hospital-related equipment to UMC while the university maintains control of all education-related functions of the hospital through its Vice President for Health Affairs and through a board of directors composed of three directors from the Alliant Health Systems, three from Jewish Hospital Healthcare Services, Inc., and six from the University of Louisville. The hospital's medical staff is composed of physicians and dentists on the university's faculty who provide the patients for the university's health-related teaching programs. This is a public/private arrangement that benefits the university, UMC, local and state governments, and the citizens of the Commonwealth.

The primary beneficiaries of the University of Louisville Hospital are the students of the Health Sciences Center and the citizens of the Commonwealth who receive health care services at these facilities.

POSTSECONDARY EDUCATION
Western Kentucky University

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	55,852,900	57,972,500	59,489,500	58,072,500	59,589,500
Special Appropriation	761,300				
Total General Fund	<u>56,614,200</u>	<u>57,972,500</u>	<u>59,489,500</u>	<u>58,072,500</u>	<u>59,589,500</u>
Restricted Agency Funds					
Current Receipts	55,837,300	58,503,000	60,560,000	58,503,000	60,560,000
Non-Revenue Receipts	4,685,500	4,685,500	4,685,500	4,685,500	4,685,500
Total Restricted Agency Funds	<u>60,522,800</u>	<u>63,188,500</u>	<u>65,245,500</u>	<u>63,188,500</u>	<u>65,245,500</u>
Federal Funds					
Current Receipts	12,437,500	13,942,500	13,942,500	13,942,500	13,942,500
Non-Revenue Receipts	1,257,500	1,257,500	1,257,500	1,257,500	1,257,500
Total Federal Funds	<u>13,695,000</u>	<u>15,200,000</u>	<u>15,200,000</u>	<u>15,200,000</u>	<u>15,200,000</u>
TOTAL FUNDS	<u>130,832,000</u>	<u>136,361,000</u>	<u>139,935,000</u>	<u>136,461,000</u>	<u>140,035,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	81,219,500	85,067,500	88,179,000	85,167,500	88,279,000
Operating Expenses	25,157,500	26,327,000	26,292,000	26,327,000	26,292,000
Grants, Loans or Benefits	14,473,000	14,821,500	15,038,000	14,821,500	15,038,000
Debt Service	6,905,000	6,785,000	6,789,000	6,785,000	6,789,000
Capital Outlay	3,077,000	3,360,000	3,637,000	3,360,000	3,637,000
TOTAL EXPENDITURES	<u>130,832,000</u>	<u>136,361,000</u>	<u>139,935,000</u>	<u>136,461,000</u>	<u>140,035,000</u>
EXPENDITURES BY UNIT					
Instruction	48,784,000	50,575,000	52,236,000	50,675,000	52,336,000
Research	2,466,000	2,466,000	2,466,000	2,466,000	2,466,000
Public Service	7,724,500	9,258,000	9,286,000	9,258,000	9,286,000
Libraries	4,615,000	4,760,000	4,908,000	4,760,000	4,908,000
Academic Support	5,075,000	5,237,500	5,403,000	5,237,500	5,403,000
Student Services	10,412,500	10,635,000	10,860,000	10,635,000	10,860,000
Institutional Support	11,778,500	12,213,500	12,572,000	12,213,500	12,572,000
Operation and Maintenance of Plant	9,418,000	10,183,000	10,540,000	10,183,000	10,540,000
Scholarships and Fellowships	12,498,500	12,847,000	13,063,000	12,847,000	13,063,000
Mandatory Transfers	4,693,000	4,211,000	4,215,000	4,211,000	4,215,000
Auxiliary Enterprises	13,367,000	13,975,000	14,386,000	13,975,000	14,386,000
TOTAL EXPENDITURES	<u>130,832,000</u>	<u>136,361,000</u>	<u>139,935,000</u>	<u>136,461,000</u>	<u>140,035,000</u>

Western Kentucky University (WKU) is a center of learning where qualified students may receive general and specialized postsecondary education at the undergraduate and graduate levels. The university's programs are designed to provide a broad spectrum of educational opportunities within an academic climate intended to promote the legitimate objectives of liberal education, democratic citizenship, character development, and the pursuit of excellence.

Western Kentucky University is authorized to offer the following programs as set forth in Kentucky Revised Statute 164.295: baccalaureate programs of instruction; graduate programs of instruction at the master's degree level in education, business, and the arts and sciences; programs to meet the educational requirements for teachers, school leaders, and other certified personnel; research and service programs related to the needs of its primary geographical area; and community college programs.

Organizationally, the university has been divided into the areas of academic affairs, student affairs, finance and administration, and institutional advancement to facilitate the offering of programs and services. Four academic colleges, the Community College, graduate studies, and a variety of academic support offices are administered through the Office of Academic Affairs.

Undergraduate offerings include baccalaureate degrees, associate degrees, and certificate programs. Associate degree programs are offered leading to Associate of Applied Science, Associate of Arts, Associate of Science, and Associate of General Studies degrees in 22 areas. One-year certificate programs are available in Real Estate and Agricultural Equipment Technology. Western Kentucky University offers the Bachelor of Arts, Bachelor of Science, Bachelor of Music, Bachelor of Science in Nursing, Bachelor of Fine Arts, and Bachelor of General Studies with more than 80 areas of baccalaureate study available to students. Minor programs are available in most of the major areas of study and in certain special areas. Pre-professional programs are also available.

Graduate instruction is offered through the separate academic colleges at the master's and specialist levels. At the master's level, the following degrees are offered: Master of Music, Master of Public Service, Master of Public Administration, Master of Arts, Master of Science, and Master of Arts in Education. Cooperative master's degree programs are offered in nursing with the University of Kentucky and in criminal justice with Eastern Kentucky University. Two non-degree programs at the graduate level are the fifth-year (Rank II) program and the Rank I Teacher Certificate program in the College of Education and Behavioral Sciences. The Specialist Degree (Ed.S.) is offered in Education.

Instruction is provided for students in joint doctoral programs in education with the University of Kentucky and in aquatic biology and fossil fuel chemistry with the University of Louisville. Additionally, in 1993 the Council on Higher Education authorized a cooperative doctoral program with the University of Louisville which has an educational administration emphasis.

Policy

The enacted budget includes a General Fund appropriation of \$100,000 each year to establish an endowed chair in accounting.

POSTSECONDARY EDUCATION
Western Kentucky University
Instruction

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	26,194,600	27,326,500	28,216,600	27,426,500	28,316,600
Special Appropriation	233,300				
Total General Fund	26,427,900	27,326,500	28,216,600	27,426,500	28,316,600
Restricted Agency Funds					
Current Receipts	19,667,300	20,559,700	21,330,600	20,559,700	21,330,600
Non-Revenue Receipts	922,300	922,300	922,300	922,300	922,300
Total Restricted Agency Funds	20,589,600	21,482,000	22,252,900	21,482,000	22,252,900
Federal Funds					
Current Receipts	1,766,500	1,766,500	1,766,500	1,766,500	1,766,500
TOTAL FUNDS	48,784,000	50,575,000	52,236,000	50,675,000	52,336,000
EXPENDITURES BY CLASS					
Personnel Costs	43,753,000	45,544,000	47,361,000	45,644,000	47,461,000
Operating Expenses	3,912,000	3,912,000	3,756,000	3,912,000	3,756,000
Grants, Loans or Benefits	286,500	286,500	286,500	286,500	286,500
Capital Outlay	832,500	832,500	832,500	832,500	832,500
TOTAL EXPENDITURES	48,784,000	50,575,000	52,236,000	50,675,000	52,336,000

The central mission of the University is to offer a strong and diverse instructional program which will meet the varying needs of students. Programs of study are available which lead to degrees at the associate, baccalaureate, master's, and specialist levels. The curriculum is designed to provide each student with a broad education for general intellectual development and specialized preparation in one or more of the various fields of study. Programs are available to prepare students in the arts and sciences and in technical and professional areas. Some of the outstanding instructional programs offered at the university are those in teacher education, journalism, sciences and social sciences, fine arts and humanities, health, business, engineering technology, computer science, and communications. The internationalization of the curriculum is being emphasized.

The University offers opportunities in cooperative and experiential education and emphasizes the career preparation of students through academic advising, counseling, and career planning and placement services. The instructional program is expanding through extended-campus centers, independent study opportunities and noncredit, continuing education offerings.

Support for the instructional program is provided through library holdings, media services, laboratory facilities, and other academic services. Academic planning is carried out which includes evaluation of existing programs and development of new programs to meet changing needs.

**POSTSECONDARY EDUCATION
Western Kentucky University
Research**

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
General Fund					
Regular Appropriation	125,500	125,500	125,500	125,500	125,500
Restricted Agency Funds					
Non-Revenue Receipts	923,000	923,000	923,000	923,000	923,000
Federal Funds					
Current Receipts	1,417,500	1,417,500	1,417,500	1,417,500	1,417,500
TOTAL FUNDS	2,466,000	2,466,000	2,466,000	2,466,000	2,466,000
EXPENDITURES BY CLASS					
Personnel Costs	881,000	881,000	881,000	881,000	881,000
Operating Expenses	1,433,500	1,433,500	1,433,500	1,433,500	1,433,500
Capital Outlay	151,500	151,500	151,500	151,500	151,500
TOTAL EXPENDITURES	2,466,000	2,466,000	2,466,000	2,466,000	2,466,000

Research and creative activity provides the mechanism by which instruction and service programs are strengthened through advancing human knowledge and understanding and the further development of the skills of the faculty. Research also serves to motivate students to seek the highest levels of personal attainment.

A major goal of the University is to provide support for research and creative activities designed to expand knowledge and to solve problems facing the region, state, and nation. Faculty research awards, individual summer research fellowships, sabbatical leaves, special research assignments, and library and laboratory resources provide faculty members with time and resources to pursue scholarly study, experimentation, and creative activity. The Office of Sponsored Programs assists faculty in securing external funding for research. The Office of Academic Computing and Research Services assists with the design of research projects.

Research activities are supported in such areas as community health, teaching-learning relationships, food production, energy, environmental science, regional planning, economic development, history, and arts and sciences, among others. There is continuing support for basic research where appropriate, and a concerted effort is made to enhance and strengthen the program of applied research. The Center for Coal Science, the Center for Cave and Karst Studies, the Social Research Laboratory, the Kentucky Library and Museum, and the University Experimental Farm are specific examples, among others, of University research centers.

POSTSECONDARY EDUCATION
Western Kentucky University
Public Service

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,345,300	2,361,300	2,376,300	2,361,300	2,376,300
Restricted Agency Funds					
Current Receipts	269,500	282,000	295,000	282,000	295,000
Non-Revenue Receipts	1,230,200	1,230,200	1,230,200	1,230,200	1,230,200
Total Restricted Agency Funds	<u>1,499,700</u>	<u>1,512,200</u>	<u>1,525,200</u>	<u>1,512,200</u>	<u>1,525,200</u>
Federal Funds					
Current Receipts	2,622,000	4,127,000	4,127,000	4,127,000	4,127,000
Non-Revenue Receipts	1,257,500	1,257,500	1,257,500	1,257,500	1,257,500
Total Federal Funds	<u>3,879,500</u>	<u>5,384,500</u>	<u>5,384,500</u>	<u>5,384,500</u>	<u>5,384,500</u>
TOTAL FUNDS	<u>7,724,500</u>	<u>9,258,000</u>	<u>9,286,000</u>	<u>9,258,000</u>	<u>9,286,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	4,461,000	5,271,500	5,299,000	5,271,500	5,299,000
Operating Expenses	2,253,000	2,852,000	2,852,500	2,852,000	2,852,500
Grants, Loans or Benefits	188,500	188,500	188,500	188,500	188,500
Capital Outlay	822,000	946,000	946,000	946,000	946,000
TOTAL EXPENDITURES	<u>7,724,500</u>	<u>9,258,000</u>	<u>9,286,000</u>	<u>9,258,000</u>	<u>9,286,000</u>

The university is committed to provide a Public Service Program to meet the needs of individuals, groups, and organizations which are not met through the traditional instructional and research programs. The Institute for Economic Development and Public Service was established in 1989 to coordinate the public service activities of the institution.

The objectives of this program grow out of identified needs and expectations of people and agencies served by the University. The University is a reservoir of knowledge, experience, facilities, and information which can be an important resource for the economic, cultural, social, and political development of external constituencies. The Public Service Program is designed to provide scientific, educational, and technical advice and counseling services; to make available cultural, artistic, and recreational events and activities; to support activities designed to develop, maintain, and update skills of artisans and professionals serving the area; to facilitate communication among and between public and private agencies by promoting access to information; and to provide technical assistance to various units of industry, business, and government at the local, state, national, and international levels.

Although many of these service activities are natural extensions of other programs of the University, they are also developed in response to specifically-identified interests, needs, and concerns of the people of the Commonwealth of Kentucky. Provision of such services is viewed as a continuing responsibility of the University.

**POSTSECONDARY EDUCATION
Western Kentucky University
Libraries**

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,136,000	2,197,500	2,259,000	2,197,500	2,259,000
Restricted Agency Funds					
Current Receipts	2,355,000	2,438,500	2,525,000	2,438,500	2,525,000
Federal Funds					
Current Receipts	124,000	124,000	124,000	124,000	124,000
TOTAL FUNDS	4,615,000	4,760,000	4,908,000	4,760,000	4,908,000
EXPENDITURES BY CLASS					
Personnel Costs	2,769,000	2,879,000	2,990,500	2,879,000	2,990,500
Operating Expenses	1,824,000	1,859,000	1,895,500	1,859,000	1,895,500
Capital Outlay	22,000	22,000	22,000	22,000	22,000
TOTAL EXPENDITURES	4,615,000	4,760,000	4,908,000	4,760,000	4,908,000

POSTSECONDARY EDUCATION
Western Kentucky University
Academic Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,313,000	2,437,500	2,526,000	2,437,500	2,526,000
Special Appropriation	36,000				
Total General Fund	2,349,000	2,437,500	2,526,000	2,437,500	2,526,000
Restricted Agency Funds					
Current Receipts	2,591,500	2,665,500	2,742,500	2,665,500	2,742,500
Federal Funds					
Current Receipts	134,500	134,500	134,500	134,500	134,500
TOTAL FUNDS	5,075,000	5,237,500	5,403,000	5,237,500	5,403,000
EXPENDITURES BY CLASS					
Personnel Costs	3,903,000	4,064,000	4,228,500	4,064,000	4,228,500
Operating Expenses	934,000	935,500	936,500	935,500	936,500
Grants, Loans or Benefits	10,000	10,000	10,000	10,000	10,000
Capital Outlay	228,000	228,000	228,000	228,000	228,000
TOTAL EXPENDITURES	5,075,000	5,237,500	5,403,000	5,237,500	5,403,000

POSTSECONDARY EDUCATION
Western Kentucky University
Student Services

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,755,500	4,943,500	5,066,000	4,943,500	5,066,000
Special Appropriation	64,000				
Total General Fund	<u>4,819,500</u>	<u>4,943,500</u>	<u>5,066,000</u>	<u>4,943,500</u>	<u>5,066,000</u>
Restricted Agency Funds					
Current Receipts	5,367,000	5,465,500	5,568,000	5,465,500	5,568,000
Federal Funds					
Current Receipts	226,000	226,000	226,000	226,000	226,000
TOTAL FUNDS	<u>10,412,500</u>	<u>10,635,000</u>	<u>10,860,000</u>	<u>10,635,000</u>	<u>10,860,000</u>
EXPENDITURES BY CLASS					
Personnel Costs	6,184,000	6,405,000	6,629,000	6,405,000	6,629,000
Operating Expenses	2,769,500	2,771,000	2,772,000	2,771,000	2,772,000
Grants, Loans or Benefits	1,420,000	1,420,000	1,420,000	1,420,000	1,420,000
Capital Outlay	39,000	39,000	39,000	39,000	39,000
TOTAL EXPENDITURES	<u>10,412,500</u>	<u>10,635,000</u>	<u>10,860,000</u>	<u>10,635,000</u>	<u>10,860,000</u>

POSTSECONDARY EDUCATION
Western Kentucky University
Institutional Support

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	5,189,000	5,640,500	5,829,000	5,640,500	5,829,000
Special Appropriation	263,000				
Total General Fund	5,452,000	5,640,500	5,829,000	5,640,500	5,829,000
Restricted Agency Funds					
Current Receipts	6,266,500	6,513,000	6,683,000	6,513,000	6,683,000
Federal Funds					
Current Receipts	60,000	60,000	60,000	60,000	60,000
TOTAL FUNDS	11,778,500	12,213,500	12,572,000	12,213,500	12,572,000
EXPENDITURES BY CLASS					
Personnel Costs	9,285,000	9,641,000	9,998,000	9,641,000	9,998,000
Operating Expenses	1,971,000	1,972,000	2,051,500	1,972,000	2,051,500
Capital Outlay	522,500	600,500	522,500	600,500	522,500
TOTAL EXPENDITURES	11,778,500	12,213,500	12,572,000	12,213,500	12,572,000

POSTSECONDARY EDUCATION
Western Kentucky University
Operation and Maintenance of Plant

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,194,500	4,822,500	4,970,000	4,822,500	4,970,000
Special Appropriation	165,000				
Total General Fund	4,359,500	4,822,500	4,970,000	4,822,500	4,970,000
Restricted Agency Funds					
Current Receipts	5,007,500	5,309,500	5,519,000	5,309,500	5,519,000
Non-Revenue Receipts	10,000	10,000	10,000	10,000	10,000
Total Restricted Agency Funds	5,017,500	5,319,500	5,529,000	5,319,500	5,529,000
Federal Funds					
Current Receipts	41,000	41,000	41,000	41,000	41,000
TOTAL FUNDS	9,418,000	10,183,000	10,540,000	10,183,000	10,540,000
EXPENDITURES BY CLASS					
Personnel Costs	5,675,500	5,909,000	6,148,000	5,909,000	6,148,000
Operating Expenses	3,370,500	3,902,000	4,020,000	3,902,000	4,020,000
Capital Outlay	372,000	372,000	372,000	372,000	372,000
TOTAL EXPENDITURES	9,418,000	10,183,000	10,540,000	10,183,000	10,540,000

**POSTSECONDARY EDUCATION
Western Kentucky University
Scholarships and Fellowships**

SOURCE OF FUNDS	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
General Fund					
Regular Appropriation	4,185,500	4,185,500	4,185,000	4,185,500	4,185,000
Restricted Agency Funds					
Current Receipts	763,000	1,111,500	1,328,000	1,111,500	1,328,000
Non-Revenue Receipts	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
Total Restricted Agency Funds	<u>2,363,000</u>	<u>2,711,500</u>	<u>2,928,000</u>	<u>2,711,500</u>	<u>2,928,000</u>
Federal Funds					
Current Receipts	5,950,000	5,950,000	5,950,000	5,950,000	5,950,000
TOTAL FUNDS	<u>12,498,500</u>	<u>12,847,000</u>	<u>13,063,000</u>	<u>12,847,000</u>	<u>13,063,000</u>
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	12,498,500	12,847,000	13,063,000	12,847,000	13,063,000

POSTSECONDARY EDUCATION
Western Kentucky University
Mandatory Transfers

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,414,000	3,932,200	3,936,100	3,932,200	3,936,100
Restricted Agency Funds					
Current Receipts	183,000	182,800	182,900	182,800	182,900
Federal Funds					
Current Receipts	96,000	96,000	96,000	96,000	96,000
TOTAL FUNDS	<u>4,693,000</u>	<u>4,211,000</u>	<u>4,215,000</u>	<u>4,211,000</u>	<u>4,215,000</u>
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	27,000	27,000	27,000	27,000	27,000
Debt Service	4,666,000	4,184,000	4,188,000	4,184,000	4,188,000
TOTAL EXPENDITURES	<u>4,693,000</u>	<u>4,211,000</u>	<u>4,215,000</u>	<u>4,211,000</u>	<u>4,215,000</u>

POSTSECONDARY EDUCATION
Western Kentucky University
Auxiliary Enterprises

	<u>Revised FY 1998</u>	<u>Requested FY 1999</u>	<u>Requested FY 2000</u>	<u>Enacted FY 1999</u>	<u>Enacted FY 2000</u>
SOURCE OF FUNDS					
Restricted Agency Funds					
Current Receipts	13,367,000	13,975,000	14,386,000	13,975,000	14,386,000
EXPENDITURES BY CLASS					
Personnel Costs	4,308,000	4,473,000	4,644,000	4,473,000	4,644,000
Operating Expenses	6,690,000	6,690,000	6,574,500	6,690,000	6,574,500
Grants, Loans or Benefits	42,500	42,500	43,000	42,500	43,000
Debt Service	2,239,000	2,601,000	2,601,000	2,601,000	2,601,000
Capital Outlay	87,500	168,500	523,500	168,500	523,500
TOTAL EXPENDITURES	<u>13,367,000</u>	<u>13,975,000</u>	<u>14,386,000</u>	<u>13,975,000</u>	<u>14,386,000</u>

POSTSECONDARY EDUCATION
Kentucky Community and Technical College System

	Revised FY 1998	Requested FY 1999	Requested FY 2000	Enacted FY 1999	Enacted FY 2000
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		156,559,200	161,943,000	157,213,900	163,646,400
Special Appropriation	11,768,700				
Restricted Agency Funds					
Balance Forward			530,500		530,500
Current Receipts		88,480,500	91,154,000	88,480,500	91,154,000
Non-Revenue Receipts		698,500		698,500	
Total Restricted Agency Funds		89,179,000	91,684,500	89,179,000	91,684,500
Federal Funds					
Current Receipts		37,804,500	38,283,000	37,804,500	38,283,000
Non-Revenue Receipts		-10,500	-11,500	-10,500	-11,500
Total Federal Funds		37,794,000	38,271,500	37,794,000	38,271,500
TOTAL FUNDS	11,768,700	283,532,200	291,899,000	284,186,900	293,602,400
EXPENDITURES BY CLASS					
Personnel Costs	1,324,500	170,624,500	177,012,500	169,795,200	176,160,100
Operating Expenses	10,329,200	54,416,700	56,306,000	55,900,700	57,905,800
Grants, Loans or Benefits		37,122,500	37,584,000	37,122,500	37,584,000
Debt Service		11,214,500	11,247,000	11,214,500	12,203,000
Capital Outlay	115,000	9,623,500	9,100,500	9,623,500	9,100,500
TOTAL EXPENDITURES	11,768,700	283,001,700	291,250,000	283,656,400	292,953,400
EXPENDITURES BY UNIT					
Office of the President	11,768,700	2,939,500	3,022,000	2,939,500	3,021,800
Technical Institutions Branch		94,787,500	98,610,500	95,584,300	99,888,400
UK Community College Branch		185,274,700	189,617,500	185,132,600	190,043,200
TOTAL EXPENDITURES	11,768,700	283,001,700	291,250,000	283,656,400	292,953,400

The Postsecondary Education Improvement Act of 1997 created the Kentucky Community and Technical College System (KCTCS) with a mission that assures, in conjunction with other postsecondary institutions, access throughout the Commonwealth to a two-year course of general studies designed for transfer to a baccalaureate program, the training necessary to develop a workforce with skills to meet the needs of new and existing industries, and remedial and continuing education to improve the employability of citizens.

KCTCS is a new, ninth institution of postsecondary education in Kentucky to be composed of the 13 University of Kentucky Community Colleges (Lexington Community College will remain under the jurisdiction of UK) and 25 postsecondary technical schools formerly a part of Kentucky Tech in the Workforce Development Cabinet.

The Southern Association of Colleges and Schools (SACS) approved the change in governance of the 13 community colleges in early 1998. The community colleges were formally transferred from the University of Kentucky to KCTCS on January 14, 1998, to form the Community College Branch. The Council for Occupational Education has approved the change in governance for the technical schools. Sixteen of the technical schools will become technical colleges with each of the nine remaining technical schools becoming a branch campus. The technical schools will become the Technical College Branch of KCTCS on July 1, 1998.

A new facility, located in Hopkinsville which is jointly operated by the Community College Branch and the Technical College Branch will open in August, 1998. This facility symbolizes the cooperation and collaboration envisioned as a part of postsecondary education reform.

POSTSECONDARY EDUCATION
University of Kentucky Community College System

	<u>Revised</u> <u>FY 1998</u>	<u>Requested</u> <u>FY 1999</u>	<u>Requested</u> <u>FY 2000</u>	<u>Enacted</u> <u>FY 1999</u>	<u>Enacted</u> <u>FY 2000</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	87,404,500				
Restricted Agency Funds					
Current Receipts	74,860,000				
Federal Funds					
Current Receipts	29,766,000				
TOTAL FUNDS	<u>192,030,500</u>				
EXPENDITURES BY CLASS					
Personnel Costs	103,440,400				
Operating Expenses	34,828,600				
Grants, Loans or Benefits	33,734,500				
Debt Service	12,318,000				
Capital Outlay	7,709,000				
TOTAL EXPENDITURES	<u>192,030,500</u>				
EXPENDITURES BY UNIT					
Instruction	77,503,100				
Public Service	8,445,300				
Libraries	4,877,500				
Academic Support	8,969,500				
Student Services	9,125,000				
Institutional Support	13,750,000				
Operation and Maintenance of Plant	14,369,600				
Scholarships and Fellowships	33,734,500				
Mandatory Transfers	12,318,000				
Auxiliary Enterprises	8,938,000				
TOTAL EXPENDITURES	<u>192,030,500</u>				

Pursuant to the provisions of the Postsecondary Education Improvement Act of 1997, the University of Kentucky Community College System, in future biennia, will be a branch of the newly created Kentucky Community and Technical College System.